

# **EDEN DISTRICT MUNICIPALITY**



## **FINANCIAL STATEMENTS**

**30 JUNE 2011**



**GENERAL INFORMATION**  
**MEMBERS OF THE MAYORAL COMMITTEE**  
(as at 30 June 2011)

V I van der Westhuizen	Executive Mayor
L B C Esau	Deputy Executive Mayor
J Maxim	Executive Councillor (Chairperson: Economic Development Committee)
A R Olivier	Executive Councillor (Chairperson: Community Services Committee)
J du Toit	Executive Councillor (Chairperson: Infrastructure Committee)
T A Simmers	Executive Councillor (Chairperson: Corporate Services Committee)
H J McCombi	Executive Councillor (Chairperson: Strategic Services Committee)
J J A Koegelenberg	Executive Councillor (Chairperson: Financial Services Committee)
S F May	Executive Councillor (Chairperson: Poverty Alleviation & Rural Development)

**AUDITORS**

Auditor – General  
Business Connection Building, East wing, Bridge Road, Century City, 7446

**BANKER**

Absa Bank  
P O Box, George 6530

**REGISTERED OFFICE**

Eden District Municipality  
York Street 54  
George

P O Box 12  
George  
6530

Tel 044 - 803 1300  
Fax 044 - 874 6626

**MUNICIPAL MANAGER**

Mr. G Louw

**ACTING CHIEF FINANCIAL OFFICER**  
Ms. L Hoek



**MEMBERS OF THE EDEN DISTRICT MUNICIPALITY**

**Proportional**

Ms. NA Bityi  
Mr. P Luiters  
Mr. S de Vries  
Ms. NM Tanda  
Ms. D Xego  
Ms. M Fielies  
Mr. H J McCombi  
Mr. J J A Koegelenberg  
Mr. HJ Floors  
Mr. T Simmers  
Ms. S F May  
Ms N P Ngemntu  
Ms. C M Skietekat  
Mr. J G Janse van Rensburg  
Mr. V M Donson

**Representatives from local Municipalities**

George Municipality	J du Toit T Teyisi P J van de Hoven L B C Esau G C Niehaus
Mossel Bay Municipality	L N Qupe JJ Gerber N C Booisen D van Rensburg S S Mbandezi
Oudtshoorn Municipality	J Harmse J Maxim V I van der Westhuizen
Knysna Municipality	M Gombo T Nayler

Hessequa Municipality

R Johannes

D Abrahams

Bitou Municipality

L L Mvimbi

A R Olivier

Kannaland Municipality

W P Meshoa

**APPROVAL OF FINANCIAL STATEMENTS**

I am responsible for the preparation of these annual financial statements, which are set out on pages 1 to 68 in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the District Municipality.

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G Louw  
Municipal Manager

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Date

**EDEN DISTRICT MUNICIPALITY**  
**STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2011**

<b>NET ASSETS AND LIABILITIES</b>		<b>2011 R</b>	<b>2010 R</b>
	Note		
<b>Net assets</b>		559 518 614	563 609 407
Housing Development Fund	2	56 426	56 426
Capital replacement reserve		15 379 122	15 379 122
Accumulated Surplus/(Deficit)		544 083 065	548 173 858
<b>Non-current liabilities</b>		93 148 924	83 529 066
Long-term liabilities	3	3 178 302	4 781 678
Employee Benefits	4	81 102 186	73 678 177
Liabilities associated with discontinued operations	15	6 281 576	-
Non-current provisions	5	2 586 861	5 069 211
<b>Current liabilities</b>		56 872 870	64 257 541
Consumer deposits	6	-	69 208
Current Employee Benefits	7	14 998 732	13 375 297
Provisions	8	2 112 116	2 224 058
Payables from Exchange Transactions	9	29 977 484	28 630 103
Unspent conditional grants and receipts	10	8 201 498	17 383 104
Current portion of long-term liabilities	3	1 583 041	2 575 771
<b>Total Net Assets and Liabilities</b>		<b>709 540 408</b>	<b>711 396 013</b>
<b>ASSETS</b>			
<b>Non-current assets</b>		662 665 088	649 888 141
Property, plant & equipment	12	177 412 374	260 644 156
Non-Current Assets Held for Sale / discontinued operations	15	92 716 166	-
Investment Property	13	354 026 907	354 891 172
Intangible Assets	14	3 357 640	1 955 158
Non-Current Investments	16	40 974	40 974
Long-term receivables	17	35 111 026	32 356 680
<b>Current assets</b>		46 875 320	61 507 872
Inventory	18	3 405 546	2 792 802
Trade receivables from exchange transactions	19	1 674 950	2 694 162
Other receivables - Non exchange transactions	20	7 288 316	8 227 264
Vat receivable	11	5 063 549	1 449 181
Current portion of long-term debtors	17	2 297 645	2 201 480
Cash and Cash Equivalents	22	27 145 311	44 142 983
<b>Total Assets</b>		<b>709 540 408</b>	<b>711 396 013</b>

**EDEN DISTRICT MUNICIPALITY**  
**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2011**

Note	2011 (Actual) R	2010 (Restated) R	Correction of error R	Discontinued Operations R	2010 (Previously reported) R
<b>REVENUE</b>	<b>Total</b>				<b>Total</b>
<b>Revenue from Non-Exchange Transactions</b>	236 814 102	271 549 205	2 074 932	(14 533 352)	284 007 625
<b>Taxation Revenue</b>	-	77 093	-	(1 356 977)	1 434 070
Property rates DMA	-	-	-	(1 356 977)	1 356 977
Property rates - penalties imposed and collection charges	-	-	-	-	-
Regional Services Levies	-	77 093	-	-	77 093
Public contributions, donated and contributed property, plant and equipment	-	-	-	-	-
<b>Transfer Revenue</b>	236 744 743	271 261 318	2 074 932	(13 176 375)	282 362 761
Regional Services Levies Equitable Share	113 776 428	104 835 000	-	(13 176 375)	118 011 375
Government grants and subsidies	122 968 315	166 426 318	2 074 932	-	164 351 386
Public contributions	-	-	-	-	-
<b>Other Revenue</b>	69 359	210 794	-	-	210 794
Fines	40 930	20 890	-	-	20 890
Insurance Proceeds	-	99 536	-	-	99 536
Fair Value Adjustment - Investments	-	31 920	-	-	31 920
Unamortised Discount	28 429	58 447	-	-	58 447
Assets Identified for the First Time	-	-	-	-	-
<b>Revenue from Exchange Transactions</b>	26 683 652	25 397 849	-	(8 854 539)	34 252 389
Service charges	-	10 084	-	(7 425 493)	7 435 577
Rental of facilities and equipment	1 911 778	1 510 398	-	(20 987)	1 531 386
Interest earned - external investments	2 802 731	5 004 852	-	-	5 004 852
Interest earned - outstanding debtors	19	191 750	-	(225 279)	417 029
Licenses and permits	17 000	-	-	-	-
Third Party Payments	22 970	-	-	-	-
Actuarial Gain from Ex-Gratia Pensions	32 861	167 055	-	-	167 055
Income for agency services	10 491 877	9 306 954	-	-	9 306 954
Other income	9 463 387	8 522 302	-	(1 182 781)	9 705 083
TASK Contributions Municipalities	-	-	-	-	-
Gains on disposal of property, plant and equipment	7 864	88 161	-	-	88 161
Contribution Shop Steward	1 933 164	596 293	-	-	596 293
<b>Total Revenue</b>	<b>263 497 754</b>	<b>296 947 055</b>	<b>2 074 932</b>	<b>(23 387 891)</b>	<b>318 260 014</b>
<b>EXPENDITURE</b>					
Employee related costs	93 018 313	81 613 007	335 682	(3 746 069)	85 023 395
Remuneration of Councillors	5 507 839	5 393 158	-	-	5 393 158
Impairment of Trade Receivables	1 943 583	2 479 897	-	(1 966 362)	4 446 259
Actuarial Loss	5 494 642	1 564 288	-	-	1 564 288
Actuarial Loss from Health Care Benefits	-	-	-	-	-
Actuarial Loss from Long Service Awards	-	-	-	-	-
Actuarial Loss from Ex-Gratia Pensions	-	-	-	-	-
Impairment Losses	-	7 386	-	-	7 386
Increase in Provision for Rehabilitation of Landfill Sites	127 086	831 019	-	-	831 019
Increase in Provision for Alien Vegetation	43 322	2 899 605	-	-	2 899 605
Depreciation	9 585 639	9 906 882	563 254	(2 147 863)	11 491 491
Amortisation	831 616	645 838	(202 934)	-	848 772
Repairs and maintenance	2 849 740	3 385 736	-	(1 194 860)	4 580 596
Finance Charges	722 001	998 170	-	(232)	998 401
Bulk purchases	-	-	-	(2 579 569)	2 579 569
Contracted services	6 864 176	8 803 555	-	(287 380)	9 090 935
Grants and subsidies utilised	12 044 190	38 723 190	(1 381 221)	-	40 104 411
Roads - Grants and subsidies utilised	91 215 130	100 943 500	-	-	100 943 500
Allocations to Municipalities	-	-	-	-	-
Unamortised Discount - Interest	127 367	129 455	-	-	129 455
Loss on disposal of property, plant and equipment	-	27 000	-	-	27 000
General expenses	45 898 624	44 347 178	529 348	(1 524 652)	45 342 481
<b>Total Expenditure</b>	<b>276 273 268</b>	<b>302 698 864</b>	<b>(155 871)</b>	<b>(13 446 987)</b>	<b>316 301 723</b>
<b>SURPLUS/(DEFICIT) FOR THE YEAR FROM CONTINUING OPERATIONS</b>	<b>(12 775 514)</b>	<b>(5 751 809)</b>	<b>2 230 803</b>	<b>(9 940 905)</b>	<b>1 958 291</b>
Surplus from Discontinued Operations	8 684 722	9 940 905	-	-	9 940 905
<b>SURPLUS/(DEFICIT) FOR THE YEAR</b>	<b>(4 090 791)</b>	<b>4 189 095</b>	<b>2 230 803</b>	<b>(9 940 905)</b>	<b>11 899 196</b>
<b>Share of surplus/(deficit) of associate accounted for under the equity method</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>NET (DEFICIT) FOR THE YEAR</b>	<b>(4 090 791)</b>	<b>4 189 095</b>	<b>2 230 803</b>	<b>(9 940 905)</b>	<b>11 899 196</b>

Refer to Note 42 for explanation of variances

EDEN DISTRICT MUNICIPALITY  
STATEMENT OF CHANGES IN NET ASSETS  
FOR THE YEAR ENDED 30 JUNE 2011

	<u>Capital Replacement Reserve</u>	<u>Government Grant Reserve</u>	<u>Revaluation Reserve</u>	<u>Housing Development Fund</u>	<u>Accumulated Surplus/(Deficit)</u>
	R	R	R	R	R
<b>2010</b>					
Balance at 1 July 2009	14 640 080	-	-	54 170	537 017 845
Correction of error (Note 37)					7 708 216
Prior year adjustments					
Amount transferred to unspent grants					
Changes in accounting policy (Note 36)	-	-		-	-
<b>Restated Balance</b>	14 640 080	-	-	54 170	544 726 061
Surplus/(deficit) for the year					4 189 094
Corrections					-
Purchase of Property, Plant and Equipment	-				-
Transfer to CRR	739 042				(739 042)
Transfer to Housing Development Fund	-			2 255	(2 255)
Interest received	-				-
<b>Balance at 30 June 2010</b>	<b>15 379 122</b>	<b>-</b>	<b>-</b>	<b>56 425</b>	<b>548 173 858</b>
<b>2011</b>					
Correction of error (Note 37)	-			-	-
<b>Restated Balance</b>	<b>15 379 122</b>	<b>-</b>	<b>-</b>	<b>56 425</b>	<b>548 173 858</b>
Surplus/(deficit) for the year					(4 090 791)
Purchase of Property, Plant and Equipment					
Transfer to CRR	-			-	-
Transfer to Housing Development Fund	-			-	-
Interest received					
<b>Balance at 30 June 2011</b>	<b>15 379 122</b>	<b>-</b>	<b>-</b>	<b>56 425</b>	<b>544 083 065</b>

<b>Total</b>
R
551 712 096
7 708 216
-
-
-
559 420 312
4 189 094
-
-
-
-
-
563 609 406
-
563 609 406
-4 090 791
-
-
-
-
559 518 615



**EDEN DISTRICT MUNICIPALITY**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2011**

	<b>Note</b>	<b>2011 R</b>	<b>2010 R</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
<b>Receipts</b>			
Ratepayers and other		155 066 829	153 603 576
Government - operating		104 252 640	166 426 318
Government - capital		18 715 675	-
Interest		2 802 751	5 196 602
Dividends		-	-
<b>Payments</b>			
Suppliers and employees		(271 421 324)	(307 453 261)
Finance charges		(722 001)	(998 170)
Transfers and Grants		-	-
Cash generated/(absorbed) by operations	38	8 694 571	16 775 065
Interest received		2 802 751	5 421 881
Interest paid	30	(722 001)	(998 401)
<b>NET CASH FROM OPERATING ACTIVITIES</b>		<u>10 775 321</u>	<u>21 198 545</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(20 110 259)	(30 372 905)
Proceeds on disposal of property, plant and equipment		107 700	162 189
Additions to Investment Properties		-	-
Increase in intangible assets		(2 234 097)	(251 624)
Decrease / (Increase) in non-current receivables		(2 822 081)	(2 999 316)
Decrease / (Increase) in non-current investments		-	(31 920)
Decrease / (Increase) in Discontinued Operations		-	-
Decrease in call investment deposits		-	-
<b>NET CASH FROM INVESTING ACTIVITIES</b>		<u>(25 058 737)</u>	<u>(33 493 576)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Increase/(Decrease) in consumer deposits		4 546	5 395
Increase/(Decrease) in Long term liabilities		(2 718 801)	(2 527 425)
Increase in funds and reserves		-	-
<b>NET CASH FROM FINANCING ACTIVITIES</b>		<u>(2 714 255)</u>	<u>(2 522 030)</u>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>		<u>(16 997 672)</u>	<u>(14 817 060)</u>
Cash and cash equivalents at the beginning of the year		44 142 983	58 960 043
Cash and cash equivalent at the end of the year	39	27 145 311	44 142 983

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 2 HOUSING DEVELOPMENT FUND

Housing Development Fund  
- Unappropriated Surplus  
- Loans extinguished by Government on 1 April 1998

The Housing Development Fund is represented by the following assets and liabilities  
- Property, plant and equipment (see note 12)  
- Bank and cash

#### Total Housing Development Fund Assets and Liabilities

2011 R	2010 R
56 426	56 426
56 426	56 426
-	-
-	-
56 426	56 426
56 426	56 426

### 3 LONG TERM LIABILITIES

Annuity Loans  
Capitalised Lease Liability - At amortised cost  
DBSA Loans - At amortised cost  
Sub-total

Less: Current portion transferred to currents liabilities

Annuity Loans  
Capitalised Lease Liability - At amortised cost  
DBSA Loans - At amortised cost  
Current Portion of Unamortised Charges to Loans

Less: Unamortised Charges to Loans

Balance 1 July  
Adjustment for the Year

Less: Less liability associated with Discontinued Operations - Note 15

#### Total Long-term Liabilities - At amortised cost using the effective interest rate method

-	-
1 119 975	3 190 351
3 995 824	4 639 740
5 115 799	7 830 091
1 583 041	2 575 771
-	-
1 119 975	2 070 376
575 720	628 253
(112 654)	(122 859)
349 784	472 643
472 643	602 098
(122 859)	(129 455)
(4 672)	
3 178 302	4 781 678

Annuity loans at amortised cost is calculated at 9.29%-17.82% interest rate, with first maturity date of 31 December 2009 and last maturity date of 31 March 2029. Interest rates are at arms length and the amounts reflected above represents the fair value of the financial liabilities. The schedule of contractual maturity analysis for Annuity Loans:

Refer to Appendix A for more detail on long-term liabilities.

The obligations under finance leases are scheduled below:

Amounts payable under finance leases:

Payable within one year  
Payable within two to five years  
Payable after five years

Less: Future finance obligations

#### Present value of lease obligations

Less: Amounts due for settlement within 12 months

#### Amount due for settlement after 12 months

2011	Minimum Lease Payments 2010
1 160 383	2 344 042
-	1 160 383
-	-
1 160 383	3 504 425
(40 408)	(314 074)
1 119 975	3 190 351
(1 119 975)	(2 070 376)
-	1 119 975

The obligations under DBSA loans are scheduled below:

Amounts payable under DBSA loans

Payable within one year  
Payable within two to five years  
Payable after five years

Less: Future finance obligations

#### Present value of lease obligations

Less: Amounts due for settlement within 12 months

#### Amount due for settlement after 12 months

2011	Minimum Lease Payments 2010
1 065 689	1 065 689
3 914 061	4 262 755
-	716 995
4 979 750	6 045 439
(983 926)	(1 405 699)
3 995 824	4 639 740
(575 720)	(628 253)
3 420 103	4 011 487

### 4 EMPLOYEE BENEFITS

Provision for Post Employment Health Care Benefits  
Roads - Provision for Post Employment Health Care Benefits  
Provision for Ex-Gratia Pension Benefits  
Roads - Provision for Ex-Gratia Pension Benefits  
Provision for Long Service Leave Awards  
Roads - Provision for Long Service Leave Awards

Less Short Term Portion Transferred to Current Provisions

Less: Less liability associated with Discontinued Operations - Note 15

#### Total Non-current Employee Benefit Liabilities

Included in the above provision for Employee Benefits are the following amounts in respect of benefits payable to the Roads Division:

Roads - Provision for Post Employment Health Care Benefits  
Roads - Provision for Ex-Gratia Pension Benefits  
Roads - Provision for Long Service Leave Awards

2011 R	2010 R
46 394 817	38 333 977
33 764 096	30 477 814
1 129 529	1 103 251
1 107 225	1 193 785
3 744 356	4 752 074
2 401 975	2 677 312
88 541 998	78 538 213
(4 631 735)	(4 860 036)
(2 808 077)	
81 102 186	73 678 177
33 764 096	30 477 814
1 107 225	1 193 785
2 401 975	2 677 312
37 273 296	34 348 911

In terms of the agreement with the Western Cape Provincial Government these amounts will be recoverable from the Provincial Government Western Cape on payment to the set employees. Refer note 14.

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 4 EMPLOYEE BENEFITS (Continued)

#### 4.1 Post Retirement Benefits

The Post Retirement Benefit Plan is a defined benefit plan, of which the members are made up as follows:

In-service (employee) members	
Roads - In-service (employee) members	
Continuation members (e.g. retirees, widows, orphans)	
Roads - Continuation members (e.g. retirees, widows, orphans)	

#### Total Members

The liability in respect of past service has been estimated to be as follows:

In-service members	
Roads - In-service members	
Continuation members	
Roads - Continuation members	

#### Total Liability

The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

In-service members	
Roads - In-service members	
Continuation members	
Roads - Continuation members	

2011 Members	2010 Members
233	220
174	183
82	84
73	74
<b>562</b>	<b>561</b>

2011 R	2010 R
18 270 798	14 544 044
14 159 873	12 297 165
28 124 019	23 789 933
19 604 223	18 180 649
<b>80 158 913</b>	<b>68 811 791</b>

2007 R	2008 R	2009 R
-	13 025 741	13 235 688
-	9 430 788	9 836 950
-	24 759 457	22 272 894
-	17 717 275	18 241 793
<b>-</b>	<b>64 933 261</b>	<b>63 587 325</b>

The municipality makes monthly contributions for health care arrangements to the following medical aid schemes:

Bonitas;  
Keyhealth  
LA Health  
PeoSano  
SAMWU Medical Aid

The Future-service Cost for the ensuing year is estimated to be R 2 930 581, whereas the Interest- Cost for the next year is estimated to be R 6 659 298.

Key actuarial assumptions used:

#### i) Rate of interest

Discount rate	
Health Care Cost Inflation Rate	
Net Effective Discount Rate	

2011 %	2010 %
8.50%	9.07%
7.28%	7.13%
1.14%	1.82%

#### ii) Mortality rates

The PA 90 ult. Mortality table was used by the actuaries.

#### iii) Normal retirement age

The normal retirement age for employees of the municipality is 60 years.

It has been assumed that in-service members will retire at age 60, which then implicitly allows for expected rates of early and ill-health retirement.

The amounts recognised in the Statement of Financial Position are as follows:

Present value of fund obligations	
Roads - Present value of fund obligations	
<b>Net liability/(asset)</b>	

2011 R	2010 R
46 394 817	38 333 977
33 764 096	30 477 814
<b>80 158 913</b>	<b>68 811 791</b>

The municipality has elected to recognise the full increase in this defined benefit liability immediately as per IAS 19, Employee Benefits, paragraph 155 (a).

#### Reconciliation of present value of fund obligation:

Present value of fund obligation at the beginning of the year	
Current service cost	
Interest Cost	
Benefits Paid	
Total expenses	
Actuarial (gains) / losses	
Present value of fund obligation at the end of the year	

68 811 791	63 587 325
2 260 798	2 037 059
6 084 564	5 710 686
(3 560 160)	(3 434 046)
73 596 994	67 901 024
6 561 920	910 768
<b>80 158 913</b>	<b>68 811 791</b>

#### Sensitivity Analysis on the Accrued Liability

Assumption	Change	In-service members liability (Rm)	Continuation members liability (Rm)	Total liability (Rm)	% change
Central Assumptions		32 431 000	47 728 000	80 159 000	
Health care inflation	1.00%	39 733 000	53 030 000	92 763 000	16.00%
Health care inflation	-1.00%	26 714 000	43 252 000	69 966 000	-13.00%
Post retirement mortality	- 1 yr	33 463 000	49 640 000	83 103 000	4.00%
Average retirement age	+ 1 yr	35 010 000	47 728 000	82 739 000	3.00%
Withdrawal rate	-50.00%	36 368 000	47 728 000	84 096 000	5.00%

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 4 EMPLOYEE BENEFITS (Continued)

#### 4.2 Provision for Long Service Bonuses

The Long Service Bonus plans are defined benefit plans. As at year end, 269 Eden employees and 303 Roads employees were eligible for Long Service Bonuses.

The Future-service Cost for the ensuing year is estimated to be R 788 126, whereas the Interest- Cost for the next year is estimated to be R 456 213.

Key actuarial assumptions used:

	2011 %	2010 %
i) Rate of interest		
Discount rate	7.78%	8.90%
General Salary Inflation (long-term)	6.27%	6.22%
Net Effective Discount Rate applied to salary-related Long Service Bonuses	1.42%	2.52%

#### Analysis of accrued liability

	2011 R	2010 R
Fair value of plan assets -	-	-
Accrued Liability	3 744 356	4 752 074
Roads - Accrued Liability	2 401 975	2 677 312
Unrecognised past service cost -	-	-
Present value of unfunded obligations	-	-
Net liability / (asset)	6 146 331	7 429 386

#### Reconciliation of accrued liability values:

Present value of fund obligation at the beginning of the year	7 429 386	4 936 663
Current service cost	1 209 164	680 536
Present value of fund obligation recognised for the first time		
Roads - Present value of fund obligation recognised for the first time	604 936	422 781
Interest Cost	(1 299 876)	(635 802)
Benefits Paid	7 943 610	5 404 178
Total expenses	(1 797 279)	2 025 208
Actuarial (gains) / losses	6 146 331	7 429 386
Present value of fund obligation at the end of the year		

#### The amounts recognised in the Statement of Financial Position are as follows:

Accrued Liability	3 744 356	4 752 074
Roads - Accrued Liability	2 401 975	2 677 312

#### Net liability

6 146 331	7 429 386
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The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

	2007 R	2008 R	2009 R
Accrued Liability	-	2 570 533	3 241 846
Roads - Accrued Liability	-	1 913 003	1 694 817
Total Liability	-	4 483 536	4 936 663

#### Sensitivity Analysis on the Unfunded Accrued Liability

Assumption	Change	Liability (R)	% change
Central assumptions		6 146 331	
General salary inflation	+ 1%	6 572 000	7%
General salary inflation	- 1%	5 760 000	-6%
Average retirement age	-2 yrs	5 030 000	-18%
Average retirement age	+2 yrs	7 009 000	14%
Withdrawal rates	-50%	7 391 000	20%

#### 4.3 Provision for Ex-Gratia Pension Benefits

The Ex-Gratia Pension Benefit plans are defined benefit plans. As at year end, 10 former Eden employees and 18 former Roads employees were eligible for Ex-Gratia Benefits.

The is no Current-service cost as there are no in-service members eligible for ex-gratia pension benefits, whereas the Interest- Cost for the next year is estimated to be R 157 281.

Key actuarial assumptions used:

	2011 %	2010 %
i) Rate of interest		
Discount rate	7.54%	7.81%
Pension Increase Rate	2.65%	2.51%
Net Effective Discount Rate: pensioners with pension increases of 50% of DPI	4.77%	5.17%

#### The amounts recognised in the Statement of Financial Position are as follows:

	2011 R	2010 R
Accrued Liability	1 129 529	1 103 251
Roads - Accrued Liability	1 107 225	1 193 785
Net liability	2 236 754	2 297 036

The liability in respect of periods commencing prior to the comparative year has been estimated as follows:

	2007 R	2008 R	2009 R
Accrued Liability	-	1 293 368	1 331 368
Roads - Accrued Liability	-	1 103 805	1 302 980
Total Liability	-	2 397 173	2 634 348

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 4 EMPLOYEE BENEFITS (Continued)

#### Analysis of accrued liability

	2011 R	2010 R
Fair value of plan assets -	-	-
Accrued Liability	1 129 529	1 103 251
Roads - Accrued Liability	1 107 225	1 193 785
Unrecognised past service cost -	-	-
Unrecognised actuarial gains / (losses) -	-	-
Present value of unfunded obligations	-	-
Net liability / (asset)	<u>2 236 754</u>	<u>2 297 036</u>

#### Reconciliation of accrued liability values:

Present value of fund obligation at the beginning of the year	2 297 036	2 634 348
Current service cost	-	-
Present value of fund obligation recognised for the first time	-	-
Roads - Present value of fund obligation recognised for the first time	-	-
Interest Cost	178 358	214 135
Benefits Paid	<u>(317 084)</u>	<u>(346 504)</u>
Total expenses	2 158 310	2 501 979
Actuarial (gains) / losses	78 444	(204 943)
Present value of fund obligation at the end of the year	<u>2 236 754</u>	<u>2 297 036</u>

#### Sensitivity Analysis on the Unfunded Accrued Liability

Assumption	Change	Liability (R)	% change
Central assumptions		2 236 754	
Pension Increase rate	+1%	2 366 907	6%
Pension Increase rate	-1%	2 117 367	-5%
Post-retirement mortality	- 1 yr	2 333 439	4%

### 4.4 Retirement Funds

The Municipality requested detailed employee and pensioner information as well as information on the Municipality's share of the Pension and Retirement Funds' assets from the fund administrator. The fund administrator confirmed that assets of the Pension and Retirement Funds are not split per participating employer. Therefore, the Municipality is unable to determine the value of the plan assets as defined in GRAP 25.

As part of the Municipality's process to value the defined benefit liabilities, the Municipality requested pensioner data from the fund administrator. The fund administrator claim that the pensioner data to be confidential and were not willing to share the information with the Municipality. Without detailed pensioner data the Municipality was unable to calculate a reliable estimate of the accrued liability in respect of pensioners who qualify for a defined benefit pension.

Therefore, although both the Cape Joint Pension Fund and Cape Joint Retirement Fund are defined as defined benefit plans, it will be accounted for as defined contribution plans.

#### Cape Joint Pension Fund

The fund comprises a defined benefit section and a defined contribution section. The Cape Joint Pension Fund is a multi-employer plan and the contribution rate payable is 9 % by employees and 18 % by the District Municipality. In respect of the defined benefit section the last valuation was performed for the year ended 30 June 2009 revealed that the fund is in a sound financial position with a funding level of 100% (30 June 2008 - 106.5%). Actuarial valuations also determined that there was a funding shortfall in the investment return for the 30 June 2009 financial year. Refer to Trade Payables - note 9.

Contributions paid recognised in the Statement of Financial Performance

2011	2010
R	R
<u>858 622</u>	<u>850 103</u>

#### Cape Retirement Fund

The fund comprises a defined benefit section and a defined contribution section. The contribution rate paid by members( 9 %) and the district municipality (18%) is sufficient to fund the benefits accruing from the fund in future. In respect of the defined benefit section the last valuation performed for the year ended 30 June 2009 revealed that the fund is in a sound financial position with a funding level of 100.3% (30 June 2008 - 103.3%).

Contributions paid recognised in the Statement of Financial Performance

2011	2010
R	R
<u>19 549 805</u>	<u>16 092 773</u>

#### Defined Contribution Plans

Council contribute to the Government Employees Pension Fund, Municipal Council Pension Fund, IMATU Retirement Fund and SAMWU National Provident Fund which are defined contribution funds. The retirement benefit fund is subject to the Pension Fund Act, 1956, with pension being calculated on the pensionable remuneration paid. Current contributions by Council are charged against expenditure on the basis of current service costs.

Contributions paid recognised in the Statement of Financial Performance

Government Employees Pension Fund	-	-
Municipal Councillors Pension Fund	-	-
IMATU Retirement Fund	-	-
SAMWU National Provident Fund	-	-
Contributions paid recognised in the Statement of Financial Performance	<u>-</u>	<u>-</u>

### 5 NON-CURRENT PROVISIONS

	2011 R	2010 R
Rehabilitation of Landfill Site	2 668 805	2 541 719
Provision for Alleviation of Alien Vegetation	4 698 977	4 751 550
Less current portion transferred to Current Provisions - Note 8	<u>(2 112 116)</u>	<u>(2 224 058)</u>
Less portion transferred to discontinued operations	(2 668 805)	
Total Non-Current Provisions	<u>2 586 861</u>	<u>5 069 211</u>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 5 NON-CURRENT PROVISIONS (Continued)

#### Landfill Sites

	2011 R	2010 R
Balance 1 July	2 541 719	1 710 700
Contribution for the year	-	-
Expenditure for the year	127 086	831 019
Actuarial Loss/(Gain)	-	-
<b>Total provision 30 June</b>	<b>2 668 805</b>	<b>2 541 719</b>
Less: Transfer of Current Portion to Current Provisions - Note 8	-	-
<b>Balance 30 June</b>	<b>2 668 805</b>	<b>2 541 719</b>

#### Clearing of Alien Vegetation

Balance 1 July	4 751 550	1 851 945
Contribution for the year	43 322	2 899 605
Expenditure for the year	(95 895)	-
<b>Total provision 30 June</b>	<b>4 698 977</b>	<b>4 751 550</b>
Less: Transfer of Current Portion to Current Provisions - Note 8	(2 112 116)	(2 224 058)
<b>Balance 30 June</b>	<b>2 586 861</b>	<b>2 527 492</b>

According to the Alien Vegetation Eradication plan developed for the district municipality, it is estimated that an amount of R5,554,731 is required assuming that a strategy is followed where all properties were treated in the first year. The total budget required for the first follow-up would be R2,224,058 in the second year, R855,510 in the third year and R623,343 in the fourth year, when maintenance levels should be reached.

The provision for the rehabilitation of the Landfill Site is calculated based on rehabilitation measures of 0.5 m³/m of clay berm around top of cell with 1884 m² of erosion protection with earth fill suited to the establishment of indigenous flora.

### 6 CONSUMER DEPOSITS

	2011 R	2010 R
Electricity and Water	73 754	69 208
Less: Less liability associated with Discontinued Operations - Note 15	(73 754)	-
<b>Total Consumer Deposits</b>	<b>-</b>	<b>69 208</b>

### 7 CURRENT EMPLOYEE BENEFITS

Performance Bonuses	712 013	590 192
Provision for Staff Leave	4 567 241	4 152 104
Provision for Staff Bonus	2 203 441	1 960 408
Balance previously reported		-
Correction of error - Note 37.8		1 960 408
Roads - Provision for Staff Leave	2 058 381	1 801 397
Roads - Performance Bonuses	126 218	11 161
Roads - Provision for Staff Bonus	1 350 759	
	4 631 736	4 860 036
Current Portion of Employee Benefit Provisions	2 446 005	2 770 544
Current Portion of Employee Benefit Provisions - Roads	2 185 731	2 089 492
Less portion transferred to discontinued operations	(651 057)	
<b>Total Provisions</b>	<b>14 998 732</b>	<b>13 375 297</b>

#### 30-Jun-11

Balance at beginning of year	11 161	590 192
Transfer from non-current		
Contributions to provision - current year provision	115 057	469 260
Contributions to provision - prior year over provision	-	-
Expenditure incurred	-	(347 439)
<b>Balance at end of year</b>	<b>126 218</b>	<b>712 013</b>

#### 30-Jun-10

Balance at beginning of year	121 111	377 806
Transfer from non-current		
Contributions to provision - current year provision	11 161	590 192
Contributions to provision - prior year over provision	(121 111)	(342 871)
Expenditure incurred	-	(34 935)
<b>Balance at end of year</b>	<b>11 161</b>	<b>590 192</b>

#### Roads - Staff Leave

#### Performance Bonus

Balance at beginning of year	1 801 397	4 152 104
Contributions to provision - current year provision	256 984	851 843
Expenditure incurred	-	(890 053)
<b>Balance at end of year</b>	<b>2 058 381</b>	<b>4 113 893</b>

#### 30-Jun-10

Balance at beginning of year	1 681 517	3 183 379
Contributions to provision - current year provision	1 293 668	1 669 197
Expenditure incurred	(1 173 788)	(700 473)
<b>Balance at end of year</b>	<b>1 801 397</b>	<b>4 152 104</b>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 7 CURRENT EMPLOYEE BENEFITS (CONTINUED)

#### 30-Jun-11

Balance at beginning of year  
Contributions to provision - current year provision  
Expenditure incurred  
**Balance at end of year**

#### Roads - Staff Bonus

#### Staff Bonus

1 209 497  
141 262  
-  
**1 350 759**

1 960 408  
243 033  
-  
**2 203 441**

#### 30-Jun-10

Balance at beginning of year  
Contributions to provision - current year provision  
Expenditure incurred  
**Balance at end of year**

1 081 847  
127 650  
-  
**1 209 497**

1 612 814  
347 594  
-  
**1 960 408**

For more information regarding the provisions for Post Retirement Benefits and Long-term Service Awards - Refer to Note 4 to the Financial Statements, Other Defined Benefit Plan Information

### 8 PROVISIONS

Current Portion of Alleviation of Alien Vegetation

2011  
R

2010  
R

2 112 116

2 224 058

**Total Provisions**

2 112 116

2 224 058

### 9 TRADE PAYABLES FROM EXCHANGE TRANSACTIONS

Trade Payables

6 744 468

3 939 377

Balance previously reported  
Correction of error - Note 37.5

3 280 783  
658 594

Payments received in advance  
Income received in advance : Pre-paid  
Shortfall on Pension fund

2 486 025  
52 708  
2 589 452

-  
38 430  
2 589 452

Balance previously reported  
Correction of error - Note 37.5

2 692 502  
(103 050)

Roads - Shortfall on Pension fund  
Roads - Long Service Bonus  
Other creditors

480 329  
-  
6 771 107

499 958  
-  
5 760 660

Balance previously reported  
Correction of error - Note 37.5

6 865 774  
(1 105 114)

Roads - Payment Received in Advance  
Roads - Other creditors  
Government subsidies: Department of Transport - Roads

9 089 789  
624 312  
-

9 089 789  
1 417 051  
1 339 125

Balance previously reported  
Correction of error - Note 37.5

1 302 492  
36 633

Roads - Plant Account  
Retention Creditors

-  
475 734

-  
3 005 830

Balance previously reported  
Correction of error - Note 37.5

3 074 169  
(68 338)

Debtors with credit balances  
Roads - Debtors with credit balances  
Allocations to municipalities

49 540  
18 989  
670 242

261 200  
18 989  
670 242

Less liability associated with Discontinued Operations - Note 15

(75 211)

**Total Trade Payables**

29 977 484

28 630 103

The fair value of trade and other payables approximates their carrying amounts. Trade and other payables are normally settled on 30 day terms in accordance with the MFMA. No interest is charged for the first 30 days from the date of receipt of the invoice. Thereafter interest is charged in accordance with the credit policies of the various individual creditors.

### 10 UNSPENT CONDITIONAL GRANTS AND RECEIPTS

#### 10.1 Conditional Grants from other spheres of Government

- Operating Grants  
- Capital Grants

7 928 544

17 284 292

8 014 849  
(86 305)

6 831 578  
10 452 714

See appendix "C" for reconciliation of grants from other spheres of government. These amounts are invested in a ring-fenced investment until utilised and approximate its carrying value. The municipality complied with the conditions attached to all grants received to the extent of revenue recognised (Note 25). No grants were withheld.

#### 10.2 Other Conditional Receipts

SETA  
Public contributors

272 952  
272 952  
-

98 812  
98 812  
-

**Total Conditional Grants and Receipts**

8 201 497

17 383 104

See Note 25 for reconciliation of grants from other spheres of government.

### 11 TAXES

VAT Payable  
VAT Receivable

-  
5 063 549

-  
1 449 181

Balance previously reported  
Restatement - Refer to Note 37.7

1 516 561  
(67 381)

Roads - VAT payable

-  
5 063 549

-  
1 449 181

VAT is payable on the receipts basis. Only once payment is received from debtors VAT is paid over to SARS.









# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 12 PROPERTY, PLANT AND EQUIPMENT (Continued)

	2011 R	2010 R
<b>Third party payments received for losses incurred:</b>		
Payments received (Excluding VAT)	-	99 536
Carrying value of assets written off/lost	(99 840)	(34 387)
Surplus/Deficit	(99 840)	65 150
<b>Impairment of property plant and equipment</b>		
Impairment charges on Property, plant and equipment recognised in statement of financial performance		
Land and Buildings	-	-
Infrastructure	-	-
Community Assets	-	-
Lease Assets	-	-
Heritage	-	-
Other	-	-
	-	-
<b>Cumulative impairment charges included in major balances</b>		
Land and Buildings	-	-
Infrastructure	-	-
Community Assets	-	-
Lease Assets	-	-
Heritage	-	-
Other	-	-
	-	-
<b>Effect of changes in accounting estimates</b>		
There was no change in accounting estimate for the year due to the application of Directive 4.		

	2011 R	2012 R	2013 R
Effect on Property, plant and equipment	-	-	-

### 13 INVESTMENT PROPERTY

	2011 R	2010 R
<b>Net Carrying amount at 1 July</b>	<b>354 891 172</b>	<b>355 755 365</b>
<b>Change in Accounting Policy - Transfer from Property, Plant and Equipment</b>		
Cost	358 132 600	358 132 600
Balance Previously reported		356 007 600
Correction of Error - Note 37.2		2 125 000
Accumulated Depreciation	(3 241 428)	(2 377 235)
Balance Previously reported		(2 096 027)
Correction of Error - Note 37.2		(281 208)
Acquisitions (Property identified on 30 June 2008 previously included in PPE)	-	-
Restated depreciation for the year	(864 265)	(864 193)
Depreciation for the year - previously reported		(698 891)
Depreciation for the year - correction of error Note 37.2		(165 302)
Disposals	-	-
Depreciation written back on disposal	-	-
<b>Net Carrying amount at 30 June</b>	<b>354 026 907</b>	<b>354 891 172</b>
Cost	358 132 600	358 132 600
Accumulated Depreciation	(4 105 694)	(3 241 428)
Revenue derived from the rental of investment property	-	-
Operating expenditure incurred on properties generating revenue	-	-
Operating expenditure incurred on properties not generating revenue	-	-
There are no restrictions on the realisability of Investment Property or the remittance of revenue and proceeds of disposal.		
There are no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements.		

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 14 INTANGIBLE ASSETS

<b>Cost</b>	<b>5 702 946</b>	<b>3 468 849</b>
Opening Balance on 1 July	3 468 849	3 217 225
Balance Previously reported		3 209 119
Correction of Error - Note 37.3		8 106
Acquisitions for the year - At cost	2 234 097	251 624
<b>Less: Accumulated Amortisation</b>	<b>(2 345 307)</b>	<b>(1 513 691)</b>
Opening Balance on 1 July	(1 513 691)	(867 853)
Balance Previously reported		(968 101)
Correction of Error - Note 37.3		100 248
Restated Amortisation for the year	(831 616)	(645 838)
Amortisation for the year - previously reported		(848 772)
Amortisation for the year - correction of error Note 37.3		202 934
<b>Total Intangible Assets</b>	<b>3 357 640</b>	<b>1 955 158</b>
No intangible asset were assed having an indefinite useful life.		
There are no intangible assets whose title is restricted.		
There are no intangible assets pledged as security for liabilities		
There are no contractual commitments for the acquisition of intangible assets.		

### 15 NON-CURRENT ASSETS HELD FOR SALE & LIABILITIES ASSOCIATED WITH DISCONTINUED OPERATIONS

	<b>2011</b>	
	<b>R</b>	
Non-Current Assets Held for Sale / discontinued operations		
Property Plant & Equipment		92 573 338
Investment Property		-
Intangible Assets		-
Water Inventory		142 828
		<u>92 716 166</u>
Liabilities associated with discontinued operations		
Long term liabilities		4 672
Employee Benefits		2 808 077
Current Employee Benefits		651 057
Consumer Deposits		73 754
Provisions		2 668 805
Payables from Exchange Transactions		75 211
		<u>6 281 576</u>

### 16 NON-CURRENT INVESTMENTS

	<b>2011</b>	<b>2010</b>
	<b>R</b>	<b>R</b>
<b>Unlisted</b>		
KKLK shares and Loan Account - Held at Fair Value through Profit and Loss	40 774	40 774
NCT Forestry Co-operative LTD shares - Held at Fair Value through Profit and Loss	200	200
<b>Total Unlisted</b>	<u>40 974</u>	<u>40 974</u>
<b>Total Investments</b>	<u>40 974</u>	<u>40 974</u>
<b>Council's valuation of unlisted investments</b>		
KKLK shares	40 774	40 774
NCT Forestry Co-operative LTD shares	200	200
Collateral investments	-	-
	<u>40 974</u>	<u>40 974</u>

### 17 LONG-TERM RECEIVABLES

Car loans - At amortised cost	9 685	9 749
Computer loans - At amortised cost	-	-
Department of Transport: Roads - Post Employment Health Care Benefits (Note 4.1) - At amortised cost	33 764 096	30 477 814
Department of Transport: Roads - Long Service Awards (Note 4.2) - At amortised cost	2 401 975	2 677 312
Department of Transport: Roads - Ex-Gratia Pension Benefits (Note 4.3) - At amortised cost	1 107 225	1 193 785
Roads - Computer loans - At amortised cost	-	-
Long term debtors: Local Authorities - At amortised cost	152 638	254 877
	<u>37 435 619</u>	<u>34 613 537</u>
Less: Current portion transferred to current receivables	2 297 645	2 201 480
Current Portion of Unamortised Charges to Long Term Receivables		
Car loans - At amortised cost	9 685	9 749
Computer loans - At amortised cost	-	-
Long term debtors: Local Authorities - At amortised cost	102 229	102 239
Department of Transport: Roads - Post Employment Health Care Benefits (Note 4.1) - At amortised cost	1 710 551	1 638 768
Department of Transport: Roads - Long Service Awards (Note 4.2) - At amortised cost	319 611	279 776
Department of Transport: Roads - Ex-Gratia Pension Benefits (Note 4.3) - At amortised cost	155 569	170 948
Roads - Computer loans - At amortised cost	-	-
Less: Unamortised Charges to Long Term Receivables	26 948	55 377
Balance 1 July	55 377	113 824
Adjustment for the Year	(28 429)	(58 447)
<b>Total</b>	<u>35 111 026</u>	<u>32 356 680</u>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 17 LONG-TERM RECEIVABLES (Continued)

#### LOANS TO OTHER LOCAL AUTHORITIES

The loans to other local authorities are interest free, except for the following loan:

##### Mosselbay Municipality:

Great Brakriver: Sewerage, loan is payable over 15 years interest free, installment is R 162 933.33 per year. (August 1993)

##### Knysna Municipality:

Hornlee - Water and sewerage loan is payable over 20 years interest free, installment is R 25 200 per year (October 1993)

##### Mosselbay Municipality:

Electricity D'Almeida loan is payable over 30 years interest free, installment is R 77, 039 per year. (March 1994)

#### CAR LOANS

Senior staff are entitled to car loans which attract interest at 8% per annum and which are repayable over a maximum period of 5 years. As from 1 July 2005 no new car loans or computer loans to staff are permitted.

#### DEPARTMENT OF TRANSPORT: ROADS

In terms of the agreement between the Western Cape Provincial Government and past experience, Provincial Government funds will be made available to maintain the approved organogram of the Roads department, including all employee post retirement benefits. The future claim for the provision for retirement benefits has therefore been raised as a long term debtor.

The carrying value of the Long-Term Receivables approximate their fair value and are shown at amortised cost using the effective interest rate method. As these loans are all recoverable the Municipality was not required to make any provision for any possible impairments.

18	INVENTORY	2011 R	2010 R	
	Consumable Stores - at cost	3 405 547	2 716 111	
	Water - at cost	142 828	76 692	
	Less portion transferred to Non Current Assets Held for Sale - Note 15	(142 828)		
	<b>Total Inventory</b>	<b>3 405 546</b>	<b>2 792 802</b>	
	Exemptions taken according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities - Note 52			
	Consumable stores materials written down due to losses as identified during the annual stores counts.	-	-	
	Consumable stores materials surpluses identified during the annual stores counts.	-	-	
	Inventory recognised as an expense during the year	-	-	
19	TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS			
	<b>As at 30 June 2011</b>	<b>Gross Balances</b>	<b>Provision for Bad Debts</b>	<b>Net Balances</b>
	Service debtors			
	Electricity	1 487 391	(876 121)	611 269
	Water	5 851 806	(5 626 380)	225 426
	Refuse	1 607 167	(1 533 969)	73 199
	Sewerage	2 186 622	(2 079 869)	106 753
	Ambulance and Fire Fighting Fees	3 137 457	(1 965 204)	1 172 253
	Insurance	34 574	(34 186)	388
	Rental Agreements	2 049 239	(2 563 577)	(514 338)
	<b>Total</b>	<b>16 354 255</b>	<b>(14 679 305)</b>	<b>1 674 950</b>
	<b>As at 30 June 2010</b>	<b>Gross Balances</b>	<b>Provision for Bad Debts</b>	<b>Net Balances</b>
	Service debtors			
	Electricity	1 019 503	(536 804)	482 698
	Water	4 976 076	(4 762 261)	213 815
	Refuse	1 394 570	(1 311 868)	82 703
	Sewerage	1 884 389	(1 763 896)	120 494
	Ambulance and Fire Fighting Fees	3 665 130	(2 094 421)	1 570 710
	Insurance	30 430	(30 067)	363
	Rental Agreements	1 534 754	(1 311 374)	223 380
	<b>Total</b>	<b>14 504 852</b>	<b>(11 810 690)</b>	<b>2 694 162</b>
	<i>(Electricity, Water, Refuse and Sewerage): Ageing</i>			
		2011 R	2010 R	
	Current (0-30 days)	(10 498)	(28 956)	
	31 - 60 Days	824 816	600 601	
	61 - 90 Days	205 516	185 563	
	91 - 120 Days	219 657	187 010	
	121-365 Days	503 843	366 153	
	+ 365 Days	9 389 652	7 964 167	
	<b>Total</b>	<b>11 132 986</b>	<b>9 274 538</b>	
	<i>Housing Rentals &amp; Rental Agreements: Ageing</i>			
	Current (0-30 days)	-	(86)	
	31 - 60 Days	242 829	90 015	
	61 - 90 Days	49 095	44 886	
	91 - 120 Days	49 096	43 715	
	121-365 Days	84 072	79 319	
	+ 365 Days	1 624 148	1 276 905	
	<b>Total</b>	<b>2 049 239</b>	<b>1 534 754</b>	

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

19	TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS (Continued)	2011 R	2010 R
	<b>Insurance : Ageing</b>		
	Current (0-30 days)	-	-
	31 - 60 Days	231.00	216
	61 - 90 Days	216.20	202
	91 - 120 Days	215.60	202
	121-365 Days	431.20	403
	+ 365 Days	33 479.60	29 408
	<b>Total</b>	<b>34 573.60</b>	<b>30 430</b>
	<b>Ambulance and Fire Fighting Fees-Ageing</b>		
	Current (0-30 days)	313 614	(976 705)
	31 - 60 Days	251 278	408 325
	61 - 90 Days	12 300	1 134 890
	91 - 120 Days	12 424	11 102
	121-365 Days	22 947	21 640
	+ 365 Days	2 524 894	3 065 879
	<b>Total</b>	<b>3 137 457</b>	<b>3 665 130</b>
	<b>Summary of Debtors by Customer Classification</b>		
	<b>As at 30 June 2011</b>		
	Current (0-30 days)		
	31 - 60 Days	(699 256)	(1 053)
	61 - 90 Days	685 000	259 253
	91 - 120 Days	256 031	31 197
	121-365 Days	275 264	26 575
	+ 365 Days	1 971 728	130 623
	Sub-total	16 998 211	319 191
	Less: Provision for bad debts	19 486 978	765 783
	<b>Total debtors by customer classification</b>	<b>(17 666 311)</b>	<b>(607 202)</b>
		<b>1 820 667</b>	<b>158 582</b>
	<b>Summary of Debtors by Customer Classification</b>		
	<b>As at 30 June 2010</b>		
	Current (0-30 days)		
	31 - 60 Days	(989 329)	(1 277)
	61 - 90 Days	804 551	92 770
	91 - 120 Days	1 364 727	11 340
	121-365 Days	249 074	8 027
	+ 365 Days	478 998	17 910
	Sub-total	14 752 989	261 753
	Less: Provision for bad debts	16 661 009	390 523
	<b>Total debtors by customer classification</b>	<b>(10 154 618)</b>	<b>(205 306)</b>
		<b>6 506 391</b>	<b>185 217</b>
	<i>The summary of Debtors by Customer Classification includes Rates and Sundry Debtors separately disclosed in Note 20.</i>		
	<b>Reconciliation of the bad debt provision</b>		
	Balance at the beginning of the year	28 828 583	24 472 572
	Contributions to provision: Exchange Receivables	-	-
	Contributions to provision: Non-exchange Receivables	-	13 521
	Bad debts written off against provision	-	-
	Reversal of provision	3 898 371	4 342 490
	<b>Balance at end of year</b>	<b>32 726 953</b>	<b>28 828 583</b>
20	<b>OTHER RECEIVABLES FROM NON EXCHANGE TRANSACTIONS</b>		
	<b>As at 30 June 2011</b>		
	Taxes - Rates	2 647 014	(2 614 849)
	Unauthorised expenditure (see Note 43)	-	-
	Fruitless and wasteful expenditure ( see Note 43)	-	-
	Recoverable Debtor: JP Zeelie	463 059	-
	<b>Government subsidies: Department of Transport - Roads</b>	<b>969 638</b>	<b>-</b>
	Government subsidies: Work for Water	-	-
	Recoverable Debtor: C Africa	34 709	-
	Recoverable Debtor: Councilors Private Kilometers	1 010 379	-
	Recoverable Debtor: Mayroll Committee Members	52 088	-
	<b>Recoverable Debtor: SARS 2010-2011</b>	<b>1 412 496</b>	<b>-</b>
	Sundry debtors	3 922 511	(1 114 955)
	ABSA Loans - Overpayment	-	-
	Water Crisis Sedgfield	-	-
	DWAF	-	-
	PAWK Global Fund	-	-
	Roads - Sundry debtors	506 226	-
	Roads - Unpaid Conditional Grants	-	-
	Roads - Plant Account	-	-
	Regional Services levies	14 317 845	(14 317 845)
	Advances to Agencies	(0)	(0)
	<b>Total Other Debtors</b>	<b>25 335 965</b>	<b>(18 047 649)</b>
		<b>7 288 316</b>	

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 20 OTHER RECEIVABLES FROM NON EXCHANGE TRANSACTIONS (Continued)

As at 30 June 2010	Gross Balances	Provision for Bad Debts	Net Balances
Taxes - Rates	2 614 419	(2 550 932)	63 487
Unauthorised expenditure (see Note 43)	-	-	-
Fruitless and wasteful expenditure ( see Note 43)	-	-	-
Insurance claims	-	-	-
Government subsidies: Department of Transport - Roads	-	-	-
Government subsidies: Work for Water	-	-	-
Balance previously reported	1 645 906	-	1 645 906
Correction of Error - Note 37.6	(1 645 906)	-	(1 645 906)
Recoverable Debtor: JP Zeelie	1 947 893	-	1 947 893
Balance previously reported	1 997 857	-	1 997 857
Correction of Error - Note 37.6	(49 964)	-	(49 964)
Recoverable Debtor: C Africa	34 709	-	34 709
Recoverable Debtor: Councilors Private Kilometers	1 033 884	-	1 033 884
Balance previously reported	749 547	-	749 547
Correction of Error - Note 37.6	284 337	-	284 337
Recoverable Debtor: Mayroll Committee Members	52 088	-	52 088
Balance previously reported	-	-	-
Correction of Error - Note 37.6	52 088	-	52 088
Sundry debtors	3 870 579	(147 122)	3 723 457
Balance previously reported	4 715 353	(147 122)	4 568 231
Correction of Error - Note 37.6	(844 774)	-	(844 774)
Absa Loans - Overpayment	316 581	-	316 581
Water Crisis Sedgfield	-	-	-
Balance previously reported	120 095	-	120 095
Correction of Error - Note 37.6	(120 095)	-	(120 095)
DWAF	-	-	-
Balance previously reported	1 922 863	-	1 922 863
Correction of Error - Note 37.6	(1 922 863)	-	(1 922 863)
PAWK Global Fund	731 635	-	731 635
Balance previously reported	1 095 763	-	1 095 763
Correction of Error - Note 37.6	(364 128)	-	(364 128)
Roads - Sundry debtors	323 492	-	323 492
Roads - Unpaid Conditional Grants	39	-	39
Regional Services levies	14 319 838	(14 319 838)	-
Advances to Agencies	-	-	-
<b>Total Other Debtors</b>	<b>25 245 156</b>	<b>(17 017 892)</b>	<b>8 227 264</b>

The provision for doubtful debts on other debtors exists due to the possibility that not all debts will be recovered.

<b>Rates-Ageing</b>	<b>2011</b>	<b>2010</b>
Current (0-30 days)	R (6 069)	R (4 022)
31 - 60 Days	24 888	26 960
61 - 90 Days	6 674	8 017
91 - 120 Days	5 543	6 356
121-365 Days	14 265	14 906
+ 365 Days	2 601 714	2 562 227
<b>Total</b>	<b>2 647 014</b>	<b>2 614 445</b>

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

The fair value of other receivables approximate their carrying value.

The provision for doubtful debts on other debtors (loans and receivables) exists due to the possibility that not all debts will be recovered. Loans and receivables were assessed individually and grouped together at the Statement of Financial Position date as financial assets with similar credit risk characteristics and collectively assessed for impairment.

### 21 OPERATING LEASE ARRANGEMENTS

#### The Municipality as Lessor

Leases not previously recognised.

#### Balance on 30 June

At the Statement of Financial Position date, where the municipality acts as a lessor under operating leases, it will receive operating lease income as follows:

	<b>2011</b>	<b>2010</b>
	<b>R</b>	<b>R</b>
Up to 1 Year	-	7 049
1 to 5 Years	-	-
More than 5 Years	-	-
<b>Total Operating Lease Arrangements</b>	<b>-</b>	<b>7 049</b>

### 22 CASH AND CASH EQUIVALENTS

#### Liabilities

Roads - Bank Account	-	-
----------------------	---	---

#### Assets

Call Investment Deposits	1 077	1 036
Roads - Bank Account	12 447 070	13 824 307
Roads - Cash	-	-
Cash	19 990	19 990
Primary Bank Account	14 677 173	30 297 650
RSC Levy Account	-	-
<b>Total Cash and Cash Equivalents - Assets</b>	<b>27 145 311</b>	<b>44 142 983</b>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 22 CASH AND CASH EQUIVALENTS (Continued)

The effective interest rate was 10.50% (2009: 6.98%).  
The Municipality has the following bank accounts:-

#### Call Investment Deposits

Included in other deposits and bank balances are an amount of R 8 201 498 (2010: R 22 416 468) which is attributable to unspent grants and subsidies; and R15 379 122 (2010: R15 379 122) which is attributable to the Capital Replacement reserve and R 56 426 (2010: R 56 426) which is attributable to the Housing Development Fund and R 1 583 041 (2010: R 2 575 771) which is to repay long-term liabilities as set out in note 3.

#### Current Account (Primary Bank Account)

ABSA George Branch  
Account Number 4050434930

Cash book balance at beginning of year  
Cash book balance at end of year

Bank statement balance at beginning of year  
Bank statement balance at end of year

#### Current Account (RSC levies income account)

ABSA George Branch  
Account Number 4059188209

Cash book balance at beginning of year  
Cash book balance at end of year

Bank statement balance at beginning of year  
Bank statement balance at end of year

Cash

2011 R	2010 R
30 297 650	26 044 379
14 677 173	30 297 650
32 899 060	24 990 704
16 198 613	32 899 060
-	4 386 458
-	-
-	4 386 458
-	-
19 990	19 990

### 23 PROPERTY RATES DMA

#### Actual

Residential  
Commercial  
State  
Municipal

#### Total Assessment Rates

-	-
-	-
-	-
-	-

#### Valuations

Residential  
Commercial  
State  
Municipal

#### Total Property Valuations

July 2008 R000's	July 2006 R000's
938 986	1 087 993
13 309	76 258
61 295	192 726
21 569	-
1 035 159	1 356 977

Valuations on land and buildings are performed every 5 years. The last valuation came into effect during the 2007/2008 year. Interim valuations are processed on a quarterly basis to take into account changes in individual property valuations due to alterations and subdivisions. A rate of R0.00487 (2009: R0.01739) for Uniondale and R0.00487 (2009: R0.00374) for Haarlem is applicable. Rural rates are calculated according to property valuations as follows:

Rate	Property Valuation
* R 0.0009745:	0 - 1 000 000
* R 0.0005847:	1 000 000->

Rebates of 30% are granted on state property owners and R20 000 on residential and rural owners. Rates are levied on an annual and monthly basis on property owners with the final date of payment being 30 September of every year.

Interest payable on arrear accounts - Prime +1%

### 24 SERVICE CHARGES

Sale of electricity  
Sale of water  
Refuse removal  
Sewerage and sanitation charges

#### Total Service Charges

2011 R	2010 R
-	9 614
-	470
-	-
-	-
-	10 084

### 25 GOVERNMENT GRANTS AND SUBSIDIES

Bucket system Elimination  
Coastal Care Marine Week  
DWAF Haarlem Water  
Department of Land Affairs: District Assessment Committee  
Development of Sport & Recreation  
Donation Funds National Water  
Economic Development Unit  
Eden Learning Cape Festival  
Electricity Demand Side Management  
Financial Ast Aerial Fire Fighting  
Financial Management Grant  
Food Security Programme  
Housing Consumer Education  
Human Rights Programme  
Integration Tourism Development Framework  
Integrated Human Settlement Grant  
Kannaland  
LG Bulk Water and Waste Water infrastructure

2011 R	2010 R
375 299	3 485 915
-	37 520
-	29 103
1 460	-
46 930	-
18 300	-
-	5 841
-	493
2 509 790	-
56 250	305 472
1 070 844	1 185 217
-	12 655
38 470	30 489
8 278	99 823
-	12 396
-	2 516 682
76 637	611 060
237 150	-

### 25 GOVERNMENT GRANTS AND SUBSIDIES (CONTINUED)

LG SETA  
Local Government Bulk Infrastructure  
Library Subsidy  
Media Poverty Indaba  
MIG  
MIG Uniondale  
MSIG Grant  
Non Motorised Transport  
Plato Project Planning  
Provincial health subsidies: Global Fund  
Regional Bulk Infrastructure  
Roads - Department of Transport  
Senior Management Development Programme  
Seta

2011 R	2010 R
95 256	255 608
1 000 000	-
127 556	96 124
-	65 000
16 256 714	42 923 496
-	1 440 357
1 170 584	465 768
827 672	3 921
-	76 875
-	2 016 734
-	500 000
91 215 130	100 943 500
-	47 901
-	12 785



## EDEN DISTRICT MUNICIPALITY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Sportsground Haarlem	4 254	106 990
Stormsrivier Gateway	-	40 619
Socio Economic Survey Sanitation Practices	581 950	-
Task Contributions - Municipalities	150 434	-
Umsobomvu Youth Fund	94 632	114 365
Ward Committees	-	97 063
Water and sewer master plans DMA	-	6 250
WC079 Regional Landfill Site	168 667	426 120
Work for Water	6 836 059	8 454 176

<b>Total Government Grant and Subsidies</b>	<b>122 968 315</b>	<b>166 426 318</b>
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See Annexure C for detailed summary of unspent grants and subsidies.

#### 24.1 Changes in levels of government grants

Based on the allocations set out in the Division of Revenue Act, (Act 1 of 2005), no significant changes in the level of government grant funding are expected over the forthcoming 3 financial years, except for the equitable share allocation which will increase as a result of the abolishment of the RSC Levies.

	2011 R	2010 R
<b>26 PUBLIC CONTRIBUTIONS RECEIVED</b>		
International Tourism Exhibition	-	-
	-	-
<b>27 OTHER INCOME</b>		
Admin Rezoning	-	-
Building Application Fees	19 614	6 666
Call Centre Mosselbay	-	97 829
Commission on Collections	-	900
Connection Fees	-	-
Corporate Golf Challenge Project	-	-
Eden World Cup 2010 Initiative	-	-
Euro 2008	-	-
Fire Fighting fees	3 141 226	2 524 935
Fire Fighting/ Health Levy	89 798	337 928
Grave yards Fees	-	11 434
Harvesting Plantation	-	-
Health Claims	475 853	318 896
Increase in Water Inventory	-	-
Insurance	4 368	4 562
Insurance Claim Flood Damage	-	-
IT Shared Services District	11 634	14 925
Library Fees	-	3 693
Oudtshoorn Salaries	-	-
Pauper Burials	-	-
Photostats and Faxes	-	431
Plans Copies	4 248	15 123
Plant hire	-	-
Private Telephone Calls	-	-
Recovery of unauthorized, irregular, fruitless and wasteful expenditure (Note 43)	-	8 800
Refund Deposits	27 387	43 100
Registration Fees: Motor vehicles	-	-
Repayment: Eden Employee s (3G)	176 362	-
Resorts	4 982 045	4 713 545
Sale of pre-paid electricity meters	-	-
SETA Reimbursements	-	0
Sport Club Fees	64 987	-
Sundry Income	429 957	223 086
Surplus cash	-	63
Tariffs And Penalties: Health	35 908	-
Tenders	-	-
Testing Fees	-	-
Tracing Fees/Address lists	-	2 734
Vakantebeurs	-	-
Plato Project Training	-	-
Valuation Certificates	-	43
WFW Additional Income - Roads	-	193 609
<b>Total Other Income</b>	<b>9 463 387</b>	<b>8 522 302</b>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 28 EMPLOYEE RELATED COSTS

	2011 R	2010 R
Employee related costs- Salaries and Wages	58 137 108	46 832 853
Employee related costs - Contribution for UIF, pensions and medical aids	15 696 608	16 343 198
Travel, motor car, accommodation, subsistence and other allowances	9 793 784	7 890 296
Housing benefits and allowances	621 160	710 775
Overtime payments	973 156	1 536 836
Performance bonus	469 261	-
Leave Payment	953 300	1 361 388
Leave Bonus	3 600 883	3 518 021
Increase in Provision for Health Care Benefits	2 652 928	2 551 366
Increase in Provision for Long Service Awards	180 577	912 546
Decrease in Provision for Ex-Gratia Pensions	(60 452)	(61 062)
Long-service awards	-	16 790
<b>Total Employee Related Costs</b>	<b>93 018 313</b>	<b>81 613 007</b>

Advances were made to employees. Loans to employees are set out in note 16

#### Remuneration of the Municipal Manager

	12 Months	12 Months
Annual Remuneration	1 147 590	724 827
Performance Bonuses	-	-
Car Allowance	25 383	152 300
Contributions to UIF, Medical and Pension Funds	2 161	101 911
<b>Total</b>	<b>1 175 134</b>	<b>979 038</b>

#### Remuneration of the Chief Finance Officer

	12 Months	12 Months
Annual Remuneration	825 250	230 992
Performance Bonuses	30 473	-
Car Allowance	108 957	24 000
Contributions to UIF, Medical and Pension Funds	13 429	5 582
<b>Total</b>	<b>978 109</b>	<b>260 574</b>

#### Remuneration of Individual Executive Directors 30 June 2011

	Technical Services	Corporate Services	Community Services
Annual Remuneration	806 081	757 040	639 073
Performance Bonuses	-	91 498	91 498
Housing Allowance	-	-	84 000
Car Allowance	120 990	136 789	96 016
Contributions to UIF, Medical and Pension Funds	1 497	14 052	57 857
<b>Total</b>	<b>928 568</b>	<b>999 379</b>	<b>968 444</b>

#### Remuneration of Individual Executive Directors 30 June 2010

	Technical Services	Corporate Services	Community Services
Annual Remuneration	187 920	687 159	562 495
Performance Bonuses	-	-	-
Housing Allowance	-	-	84 000
Car Allowance	44 000	126 700	63 516
Contributions to UIF, Medical and Pension Funds	45 108	17 946	120 455
<b>Total</b>	<b>277 028</b>	<b>831 804</b>	<b>830 466</b>

### 29 REMUNERATION OF COUNCILLORS

	2011 R	2010 R
Executive Mayor	451 335	392 287
Deputy Executive Mayor	284 575	359 657
Speaker	293 483	270 212
Mayoral Committee Members	1 078 721	1 142 526
Councillors	1 732 830	1 532 963
Councillors' pension contributions	141 917	142 948
Travel Allowances	1 315 522	1 346 164
Telephone Allowances	193 536	188 419
Councillors' medical contributions	15 919	17 983
<b>Total Councillor's Remuneration</b>	<b>5 507 839</b>	<b>5 393 159</b>

#### In-Kind Benefits

The Executive Mayor, Deputy Executive Mayor, Speaker and Mayoral Committee Members are full-time. Each is provided with an office and secretarial support at Council's cost.

The Executive Mayor has use of a Council owned vehicle for official duties.

### 30 FINANCE CHARGES

	2011 R	2010 R
Long-term liabilities	448 335	487 253
Finance leases	273 666	510 917
<b>Total Interest on External Borrowings</b>	<b>722 001</b>	<b>998 170</b>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 31 BULK PURCHASES

Electricity	-	-
<b>Total Bulk Purchases</b>	<b>-</b>	<b>-</b>

### 32 ROADS - GRANTS AND SUBSIDIES UTILISED

Employee Related Cost	47 930 712	44 508 077
Plant Hire	679 744	7 057
Material	-	36 366 794
Allocation Indirect Account	-	-
Contracts	-	173 478
<b>General Expenses</b>	<b>42 150 930</b>	<b>17 256 275</b>
Repairs and Maintenance	(513)	2 629 405
Appropriations for the year	454 257	(295 251)
Contributions to Capital	-	297 666
	<b>91 215 130</b>	<b>100 943 500</b>

### 33 ALLOCATIONS TO OTHER MUNICIPALITIES

	<b>2011</b>	<b>2010</b>
	<b>R</b>	<b>R</b>
Allocations to Municipalities	-	-
	<b>-</b>	<b>-</b>

The grants paid to other municipalities are for the construction or maintenance of sewerage, water, refuse or roads infrastructure and any other purpose as approved by council. The infrastructure will be under the control of the other municipalities once construction is completed.

### 34 GENERAL EXPENSES

	<b>2011</b>	<b>2010</b>
	<b>R</b>	<b>R</b>
Included in general expenses are the following: -		
Administrative Recoveries: Roads	200 000	732 904
Advertisements	853 853	920 730
Audit Fees	2 667 353	2 437 863
Bank Charges	167 755	155 234
Biomonitoring	3 350	31 029
Computer Programs	7 738	8 945
Contribution Full time Shopsteward	64 821	47 207
Courier Services	35 698	29 672
Domestic Expenses	462 913	465 481
Donations: Council	370 902	384 832
Employee Support	27 802	1 584
Entertainment Allowances	368 209	249 979
External Audit Committee	88 970	13 811
Health Advisory Committee	789	750
Health Education	13 138	9 116
Insurance	1 076 183	725 624
Irrigation Levy	-	36 285
Laboratory Test	342 712	339 581
Laundry Service	146 174	132 068
Legal Fees	2 185 178	901 415
License fees	5 422	18 821
Material	9 724	15 473
Membership fees	671 379	614 857
Occupational Health	-	3 134
Operating Projects	21 231 658	23 249 559
Overseas Tours	-	228 254
Pauper Burials	27 916	35 692
Pest Control	-	1 791
Plant	1 197 435	1 004 333
Postage/ Post Box Rental	46 111	77 222
Printing & Stationery	1 215 031	1 222 313
Protective Clothing	601 665	546 878
Public Relations	69 139	63 929
Purchases Tents	59 688	-
Purchases Mattresses	16 200	-
Railway Fess	-	994
Rates & Taxes	238 735	259 871
Refreshments	118 158	85 644
Registration Fees: Congresses	269 013	202 917
Relief Assistance	-	16 321
Rent	179 561	200 569
Rent Disaster Centre Equipment	1 003 450	742 331
Restaurant	150 819	194 712
Services Accounts	1 508 030	870 685
Skills Development Levy	691 947	-
Special Holidays	-	236 710

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 34 GENERAL EXPENSES (Continued)

	2011 R	2010 R
Strategic Planning	36 383	164 112
Study Assistance	263 199	476 124
Subsistence & Travel	2 348 167	1 505 831
Sundry Expenses	5 137	9 758
Telephone/Data lines	3 666 987	3 694 826
Tourism	-	85 000
Training	916 343	735 523
Transport	70 175	61 405
Water Levy	-	83 977
Water Wise Project Funds	-	8 376
Wreaths & Bouquets	7 809	3 604
Year-end Function	189 804	1 524
	<b>45 898 624</b>	<b>44 347 178</b>

### 35 SURPLUS FROM DISCONTINUED OPERATIONS

The following income and expenditure items relate to the operations of the District Management Area which will no longer form part of the Municipality's operations from 1 July 2011. On that date the District Management Area will be transferred to the George Municipality.

#### Revenue from Non-Exchange Transactions

##### Taxation Revenue

Property rates DMA  
Property rates - penalties imposed and collection charges  
Public contributions, donated and contributed property  
plant and equipment

##### Transfer Revenue

Regional Services Levies Equitable Share  
Government grants and subsidies  
Public contributions

##### Other Revenue

Fines  
Fair Value Adjustment - Investments  
Unamortised Discount  
Assets Identified for the First Time

#### Revenue from Exchange Transactions

Service charges  
Rental of facilities and equipment  
Interest earned - external investments  
Interest earned - outstanding debtors  
Licenses and permits  
Third Party Payments  
Actuarial Gain from Ex-Gratia Pensions  
Income for agency services  
Other income  
Gains on disposal of property, plant and equipment

#### Total Revenue

Employee related costs  
Remuneration of Councillors  
Impairment of Trade Receivables  
Collection costs  
Actuarial Loss  
Actuarial Loss from Health Care Benefits  
Actuarial Loss from Long Service Awards  
Actuarial Loss from Ex-Gratia Pensions  
Impairment Losses  
Increase in Provision for Rehabilitation of Landfill Sites  
Increase in Provision for Alien Vegetation  
Depreciation  
Amortisation  
Repairs and maintenance  
Finance Charges  
Bulk purchases  
Contracted services  
Grants and subsidies utilised  
Roads - Grants and subsidies utilised  
Allocations to Municipalities  
Unamortised Discount - Interest  
Loss on disposal of property, plant and equipment  
General Expenses

#### Total Expenditure

#### SURPLUS FOR THE YEAR FROM DISCONTINUED OPERATIONS

	13 778 857	14 533 352
	1 443 925	1 356 977
	1 443 925	1 356 977
	-	-
	-	-
	-	-
	12 334 932	13 176 375
	12 334 932	13 176 375
	-	-
	-	-
	-	-
	-	-
	-	-
	-	-
	11 954 908	8 854 539
	10 003 688	7 425 493
	24 617	20 987
	-	-
	335 382	225 279
	-	-
	-	-
	-	-
	-	-
	1 591 222	1 182 781
	-	-
	25 733 765	23 387 891
	6 736 553	3 723 299
	-	-
	1 954 788	1 966 362
	-	-
	-	-
	-	-
	-	-
	-	-
	-	-
	1 947 489	2 147 863
	-	-
	535 715	1 194 860
	7	232
	3 430 578	2 579 569
	316 494	287 380
	-	-
	-	-
	-	-
	-	-
	-	-
	-	-
	2 127 418	1 547 422
	<b>17 049 043</b>	<b>13 446 987</b>
	<b>8 684 722</b>	<b>9 940 905</b>

### 36 CHANGE IN ACCOUNTING POLICY IN TERMS OF GRAP 3 - IMPLEMENTATION OF GRAP

The were no adjustments made to amounts previously reported in the annual financial statements of the Municipality arising from the implementation of GRAP.

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 37 CORRECTION OF ERROR IN TERMS OF GRAP 3

During the current financial year, the municipality had corrected the following prior period errors:

#### 37.1 Property Plant and Equipment

	Cost R	Accumulated Depreciation R	Net Balances R
<i>Balance previously reported - 30 June 2010</i>	280 716 222	(31 334 675)	249 381 547
Fair Value Adjustments, First Time Recognition, Split of Land and Buildings, correction on Infrastructure Assets, Zero NBV adjustments on Property Plant & Equipment as at 30 June 2009 - Note 37.9	12 570 803	(823 686)	11 747 116
Fair Value Adjustments, First Time Recognition, Split of Land and Buildings, correction on Infrastructure Assets, Zero NBV adjustments on Property Plant & Equipment as at 30 June 2010 - Note 37.10	-	(484 507)	(484 507)
<i>Restated Balance</i>	<u>293 287 024</u>	<u>(32 642 869)</u>	<u>260 644 156</u>

#### 37.2 Investment Property

	Cost R	Accumulated Depreciation R	Net Balances R
<i>Balance previously reported - 30 June 2010</i>	356 007 600	(2 794 918)	353 212 682
Fair Value Adjustments, First Time Recognition, Split of Land and Buildings, correction on Infrastructure Assets, Zero NBV adjustments on Property Plant & Equipment as at 30 June 2009 - Note 37.9	2 125 000	(281 208)	1 843 792
Fair Value Adjustments, First Time Recognition, Split of Land and Buildings, correction on Infrastructure Assets, Zero NBV adjustments on Property Plant & Equipment as at 30 June 2010 - Note 37.10	-	(165 302)	(165 302)
<i>Restated Balance</i>	<u>358 132 600</u>	<u>(3 241 428)</u>	<u>354 891 172</u>

#### 37.3 Intangible Assets

	Cost R	Accumulated Depreciation R	Net Balances R
<i>Balance previously reported - 30 June 2010</i>	3 460 743	(1 816 873)	1 643 870
Fair Value Adjustments, First Time Recognition, Split of Land and Buildings, correction on Infrastructure Assets, Zero NBV adjustments on Property Plant & Equipment as at 30 June 2009 - Note 37.9	8 106	100 248	108 354
Fair Value Adjustments, First Time Recognition, Split of Land and Buildings, correction on Infrastructure Assets, Zero NBV adjustments on Property Plant & Equipment as at 30 June 2010 - Note 37.10	-	202 934	202 934
<i>Restated Balance</i>	<u>3 468 849</u>	<u>(1 513 691)</u>	<u>1 955 158</u>

#### 37.4 Unspent Conditional Grants & Receipts

	R
<i>Balance previously reported - 30 June 2010</i>	20 126 184
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Senior Management Development Program as per Note 37.10	(47 901)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Ward Committees as per Note 37.10	(13 124)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Eden Regional Poverty Indaba as per Note 37.10	(10 018)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Integration Tourism Development Framework as per Note 37.10	(164)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Water & Sewerage Masterplan DMA as per Note 37.10	(792)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Economic Development Unit as per Note 37.10	(5 841)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Eden Learning Cape Festival as per Note 37.10	(285)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: DWAF Haarlem Water as per Note 37.10	(6 132)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Social Serv Food Security as per Note 37.10	(1 114)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Coastal Care Marine Week as per Note 37.10	(2 335)
Correction of Unspent Conditional Grant balances as at 30 June 2010 , expenditure incurred in 2009/2010 - Unspent Grants: Integrated Human Settlement Grant as per Note 37.10	(2 516 682)
Correction of Unspent Conditional Grant balances as at 30 June 2010 , expenditure incurred in 2010/2011 but relates to the 2009-2010 financial year - Non-Motorised Transport Grant as per Note 37.10	(45 124)
Correction of Unspent Conditional Grant balances as at 30 June 2010 , expenditure incurred in 2010/2011 but relates to the 2009-2010 financial year - FMG Grant as per Note 37.10	(174 895)
Correction of Unspent Conditional Grant balances as at 30 June 2010 , expenditure incurred in 2010/2011 but relates to the 2009-2010 financial year - Global Fund Grant as per Note 37.10	(84 000)
Correction of Unspent Conditional Grant balances as at 30 June 2010 due to the fact that the projects were already completed during 2009/2010 - Unspent Grants: Global Fund as per Note 37.10	107 507
Correction of Unspent Conditional Grant balances as at 30 June 2010 , irregular expenditure incurred by E Sassi regarding Global Fund project and to be paid back - Global Fund Grant as per Note 37.9	57 821
<i>Restated Balance</i>	<u>17 383 104</u>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

<b>37</b>	<b>CORRECTION OF ERROR IN TERMS OF GRAP 3 (Continued)</b>	<b>R</b>
<b>37.5</b>	<b>Payables from exchange transactions</b>	<b>R</b>
	<i>Balance previously reported - 30 June 2010</i>	29 212 749
	Correction of GRV Suspense Account items credited to the accumulated surplus 30 June 2009 - Note 37.9	(1 088 301)
	Unallocated Funds - Correction of alleged fraudulent expenditure incurred against the Unallocated Funds Vote 2008/2009. J Zeelie: Recoverable Debtor brought in line with the debt recognition agreement - Note 37.9	(4 117)
	Correction of expenditure in 2010-2011 relating to 2009-2010 not included in the Provision for Creditors 2009-2010 - Note 37.10	658 594
	Correction of incorrect allocations regarding medical aid contributions for pensioners against the Inter Company Account Roads on 30 June 2010 - Note 37.10	26 864
	Correction of incorrect allocations regarding medical aid contributions for pensioners against the Inter Company Account Roads on 30 June 2009 - Note 37.9	9 769
	Incorrect allocation to the VAT on retention creditors allocated to the VAT Payable Tax vote and not the Retention Creditors Vote - Note 37.10	(68 338)
	Integration Suspense - Correction of alleged fraudulent expenditure incurred against the Integration Suspense Vote in 2008/2009. J Zeelie: Recoverable Debtor brought in line with the debt recognition agreement - Note 37.9	(12 696)
	Correction of Shortfall on Pension Fund - to bring in line with the actual amount of the shortfall - Note 37.10	(103 050)
	<b>Restated Balance</b>	<b>28 631 474</b>
<b>37.6</b>	<b>Other Receivables from Non-Exchange Transactions</b>	<b>R</b>
	<i>Balance previously reported - 30 June 2010</i>	29 856 462
	Remuneration of Mayroll Committee Members that were not a committee member prior to appointment of L Dorfling as Mayor. The remuneration for the period April to June 2009 is refundable to Council and was credited to the accumulated surplus 30 June 2009 - Note 37.9	52 088
	Adjustment of the Debtor Balance for Global Fund as at 30 June 2010 to reflect the actual amount outstanding. - Note	(364 128)
	Adjustment of Medical Contributions Pensioners Debtor as at 30 June 2010 due to incorrect allocations of levies and payments and was credited to the accumulated surplus as at 30 June 2010. - Note 37.10	173 476
	Adjustment of Medical Contributions Pensioners Debtor as at 30 June 2009 due to incorrect allocations of levies and payments and was credited to the accumulated surplus as at 30 June 2009. - Note 37.9	55 825
	Adjustment of Large Medical Claims Debtor as at 30 June 2009 due to incorrect allocations of levies and payments and was debited to the accumulated surplus as at 30 June 2009. - Note 37.9	(11 854)
	Adjustment of Ex Gratia Medical Debtor as at 30 June 2010 due to incorrect allocations of levies and payments and was credited to the accumulated surplus as at 30 June 2010. - Note 37.10	(146 612)
	Adjustment of Ex Gratia Medical Debtor as at 30 June 2009 due to incorrect allocations of levies and payments and was credited to the accumulated surplus as at 30 June 2009. - Note 35.9	(186 515)
	Correction of alleged fraudulent expenditure incurred in in previous years and transferred from Trade Payables to Recoverable Debtor - JP Zeelie for 30 June 2008 - Note 37.9	(49 964)
	Adjustment of the Recoverable Debtor: Cellphone account Councillors regarding 3G Card Expense allocations and the accumulated surplus was debited as at 30 June 2010. - Note 37.10	(174 774)
	Adjustment of the Recoverable Debtor: Cellphone account Councillors regarding 3G Card Expense allocations and the accumulated surplus was debited as at 30 June 2009. - Note 37.9	(101 223)
	Adjustment of the Recoverable Debtor: Advances to Eden Health regarding Administrative and VAT costs not payable by the Department of Health and the accumulated surplus was debited as at 30 June 2009. - Note 37.9	(195 163)
	Correction of the Recoverable Debtor: E Sass regarding irregular expenditure incurred for the Global Fund project. - Note 37.10	57 821
	Adjustment of the Recoverable Debtor: Water Crisis Sedgefield balance Provision had to be made for the unforeseen expenses and a Debtor should not have been created and the accumulated surplus was debited as at 30 June 2009. - Note 37.9	(120 095)
	Original restatement of the Recoverable Debtor: Councillor private Kilometers corrected as at 30 June 2008 - Note 37.9	284 337
	Correction of the Staff Advances account due to journals not being processed timeously as at 30 June 2009 - Note 37.9	(224 618)
	Correction of the Staff Advances account due to journals not being processed timeously as at 30 June 2010 - Note 37.10	(91 138)
	Correction of the Recoverable Debtor DWAF - to bring in line with actual amount outstanding as at 30 June 2009 - Note 37.9	(1 922 863)
	Correction of the Recoverable Debtor FWF - to bring in line with actual amount outstanding as at 30 June 2009 - Note 37.9	(1 645 906)
	<b>Restated Balance</b>	<b>25 245 156</b>
<b>37.7</b>	<b>VAT Receivable</b>	
	<i>Balance previously reported - 30 June 2010</i>	1 516 561
	Incorrect allocation to the VAT on retention creditors allocated to the VAT Payable Tax vote and not the Retention Creditors Vote - Note 37.10	(68 338)
	VAT Payable Tax - Correction of alleged fraudulent expenditure incurred against the VAT Payable Tax Vote in 2008/2009. J Zeelie: Recoverable Debtor brought in line with the debt recognition agreement - Note 37.9	958
	<b>Restated Balance</b>	<b>1 449 181</b>
<b>37.8</b>	<b>Current Employee Benefits</b>	<b>R</b>
	<i>Balance previously reported - 30 June 2010</i>	11 414 889
	Correction of Provision for Staff Bonusses for 30 June 2009 was debited to the Accumulated Surplus - Note 37.9	1 612 814
	Correction of Provision for Staff Bonusses for 30 June 2010 was debited to the Accumulated Surplus - Note 37.10	347 594
	<b>Restated Balance</b>	<b>13 375 297</b>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 37 CORRECTION OF ERROR IN TERMS OF GRAP 3 (Continued)

#### 37.9 Accumulated Surplus/(Deficit)

	2011 R
Restatement of Medical Contributions Pensioners Debtor - Note 37.6	55 825
Restatement of Inter Company Account : Roads Debtor - Note 37.5	(9 769)
Restatement of Large Medical Claims Debtor - Note 37.6	(11 854)
Restatement of Ex Gratia Medical Debtor - Note 37.6	(186 515)
Restatement of Recoverable Debtor: Mayco Councillors - Note 37.6	52 088
Restatement of Unallocated Funds - Note 37.5	4 117
Restatement of Recoverable Debtor: J Zeelie - Note 37.6	(49 964)
Restatement of Recoverable Debtor: Sedgefield water crisis - Note 37.6	(120 095)
Restatement of Recoverable Debtor : Cellphone Accounts Councillors - Note 37.6	(101 223)
Restatement of Trade Payables - GRV Suspense Account - Note 37.5	1 088 301
Restatement of Integration Suspense - Note 37.5	12 696
Restatement of VAT Payable 37.7	958
Restatement of Provision for Staff Bonus - Note 37.8	(1 612 814)
Restatement of Recoverable Debtor : Councillors private Kilometers - Note 37.6	284 337
Restatement of Staff Advances - Note 37.6	(224 618)
Restatement of Recoverable Debtor: Advances to Eden Health - Note 37.6	(195 163)
Restatement of Recoverable Debtor : DWAF - Note 37.6	(1 922 863)
Restatement of Recoverable Debtor : WFW - Note 37.6	(1 645 906)
Restatement of : Property Plant & Equipment - Note 37.1	10 338 533
Restatement of : Investment Property - Note 37.4	1 843 792
Restatement o : Intangible Assets - Note 37.4	108 354
<b>Total amount credited/(debited) to accumulated surplus due to implementation of GRAP</b>	<b>7 708 217</b>

#### 37.10 Changes to Statement of Financial Performance

	R
Restatement of Global Fund Debtor - Note 37.4 & Note 37.6	(471 635)
Restatement of Medical Contributions Pensioners Debtor - Note 37.6	173 476
Restatement of Inter Company Account : Roads Debtor - Note 37.5	(26 864)
Restatement of Unspent Grant Human Settlement Grant - Note 37.4	2 516 682
Restatement of Ex Gratia Medical Debtor - Note 37.6	(146 612)
Restatement of Unspent Conditional Grants & Receipts - Grant Expenditure: - Note 37.4	87 707
Restatement of Unspent Grants: - Note 37.4	304 019
Restatement of Provision for Creditor 2009-2010: - Note 37.5	(658 594)
Restatement of Provision for Staff Bonus - Note 37.8	(347 594)
Restatement of Staff Advances - Note 37.6	(91 138)
Restatement of Shortfall on Pension Fund - Note 37.5	103 050
Restatement of Recoverable Debtor : Cellphone Accounts Councillors - Note 37.6	(174 774)
Restatement of : Property Plant & Equipment - Note 37.1	925 448
Restatement of : Investment Property - Note 37.2	(165 302)
Restatement of : Recoverable Debtors E Sass - Note 37.6	57 821
Restatement of : Unspent Conditional Grant & Receipt (E Sass) - Note 37.4	(57 821)
Restatement of : Retention Creditors - Note 37.5	68 338
Restatement of : VAT Receivable - Note 37.7	(68 338)
Restatement of : Intangible Assets - Note 37.3	202 934
<b>Total amount credited/(debited) to Statement of Financial Performance due to implementation of GRAP</b>	<b>2 230 803</b>

### 38 CASH GENERATED FROM OPERATIONS

	2011 R	2010 R
(Deficit) for the year from Continued Operations	(12 775 514)	(5 751 809)
Surplus (Deficit) for the year from Discontinued Operations	8 684 722	9 940 905
Adjustments for: -		
Unamortised Discount - Expense	127 367	129 455
Unamortised Discount - Income	(28 429)	(58 447)
Depreciation	11 533 128	12 054 745
Amortisation	831 616	645 838
Insurance Proceeds	-	(99 536)
Gain on disposal of property, plant and equipment	(7 864)	(88 161)
Loss on disposal of property, plant and equipment	-	27 000
Impairments	-	7 386
Actuarial (Gain)/Loss	5 494 642	-
Expenditure against non-current provisions	-	-
Contribution to employee benefits	4 509 143	-
Contribution to bad debt provision	3 898 371	-
Contribution to Current Employee Benefits	2 502 791	-
Investment income	(2 802 751)	(5 421 881)
Interest paid	722 001	998 401
<b>Operating deficit before working capital changes</b>	<b>22 689 223</b>	<b>12 383 894</b>
(Increase)/Decrease in inventory	(755 572)	205 388
(Increase)/Decrease in Trade Receivables from exchange transactions	(2 879 159)	(1 337 255)
(Increase)/Decrease in Other Receivables from non-exchange transactions	938 948	11 024 139
Increase/(Decrease) in conditional grants and receipts	(9 181 605)	(19 358 251)
Increase/(decrease) in creditors	1 422 592	406 332
Increase/(decrease) in provisions	74 513	12 578 126
(Increase)/Decrease in VAT	(3 614 369)	872 693
<b>Cash generated / (utilized in) operations</b>	<b>8 694 571</b>	<b>16 775 065</b>

### 39 CASH AND CASH EQUIVALENTS

	2011 R	2010 R
Cash and cash equivalents included in the cash flow statement comprise the following amounts in the statement of financial position:		
Bank balances and cash	27 144 233	44 141 947
Call deposits	1 077	1 036
Bank overdraft	-	-
<b>Total cash and cash equivalents</b>	<b>27 145 311</b>	<b>44 142 983</b>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 40 UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION

	2011 R	2010 R
Long-term liabilities (see Note 3)	5 115 799	7 830 091
Used to finance property, plant and equipment - at cost	5 115 799	7 830 091
Sub-total	-	-
Cash set aside for the repayment of long-term liabilities (see note 3)	1 583 041	2 575 771
<b>Cash invested for repayment of long-term liabilities</b>	<b>1 583 041</b>	<b>2 575 771</b>

Long-term liabilities have been utilized accordance with the Municipal Finance Management Act. Sufficient cash has been set aside to ensure that long-term liabilities can be repaid on redemption date.

### 41 RECONCILIATION OF AVAILABLE CASH AND INVESTMENT RESOURCES

	2011 R	2010 R
Cash and Cash Equivalents - Note 22	27 145 311	44 142 983
Investments - Note 16	40 974	40 974
	27 186 284	44 183 956
Less:	8 257 924	17 439 530
Unspent Committed Conditional Grants - Note 10	8 201 498	17 383 104
VAT - Note 11	-	-
Cash Portion of Housing Development Fund - Note 2	56 426	56 426
<b>Net cash resources available for internal distribution</b>	<b>18 928 360</b>	<b>26 744 426</b>
<b>Allocated to:</b>		
Capital Replacement Reserve		
<b>Resources available for working capital requirements</b>	<b>18 928 360</b>	<b>26 744 426</b>

### 42 BUDGET COMPARISONS

	2011 R (Actual)	2011 R (Budget)	2011 R (Variance)	2011 (%)
<b>42.1 Operational</b>				
<b>Revenue by source</b>				
Property rates DMA	-	1 926 189	(1 926 189)	-100%
Property rates - penalties imposed and collection charges	-	-	-	0%
Regional Services Levies	-	-	-	0%
Public contributions, donated and contributed property, plant and equipment	-	-	-	0%
Regional Services Levies Equitable Share	113 776 428	126 111 000	(12 334 572)	-10%
Government Grants Received	122 968 315	-	122 968 315	100%
Public contributions	-	-	-	0%
Fines	40 930	26 859	14 071	52%
Insurance Proceeds	-	-	-	0%
Unamortised Discount	28 429	-	28 429	100%
Assets Identified for the First Time	-	-	-	0%
Service charges	-	8 395 265	(8 395 265)	-100%
Rental of facilities and equipment	1 911 778	1 944 218	(32 440)	-2%
Interest earned - external investments	2 802 731	4 881 402	(2 078 671)	-43%
Interest earned - outstanding debtors	19	506 582	(506 562)	-100%
Licenses and permits	17 000	106 000	(89 000)	-84%
Third Party Payments	22 970	-	-	-
Actuarial Gain from Ex-Gratia Pensions	32 861	-	32 861	100%
Income for agency services	10 491 877	8 583 286	1 908 591	22%
Other income	9 463 387	9 978 095	(514 708)	-5%
TASK Contributions Municipalities	-	-	-	0%
Gains on disposal of property, plant and equipment	7 864	-	-	-
Contribution Shop Steward	1 933 164	2 715 969	(782 805)	-29%
	263 497 754	165 174 865	98 292 055	
<b>Expenditure by nature</b>				
Employee related costs	93 018 313	100 292 121	(7 273 808)	-7%
Remuneration of Councillors	5 507 839	5 864 784	(356 945)	-6%
Impairment of Trade Receivables	1 943 583	605 890	1 337 694	221%
Collection costs	-	-	-	0%
Actuarial Loss	5 494 642	2 489 129	3 005 513	121%
Actuarial Loss from Health Care Benefits	-	-	-	0%
Actuarial Loss from Long Service Awards	-	-	-	0%
Actuarial Loss from Ex-Gratia Pensions	-	-	-	0%
Increase in Provision for Rehabilitation of Landfill Sites	127 086	118 038	9 048	8%
Increase in Provision for Alien Vegetation	43 322	127 785	(84 462)	-66%
Depreciation	9 585 639	-	9 585 639	100%
Amortisation	831 616	-	831 616	100%
Repairs and maintenance	2 849 740	3 616 093	(766 353)	-21%
Finance Charges	722 001	1 387 721	(665 720)	-48%
Bulk purchases	-	3 900 000	(3 900 000)	-100%
Contracted services	6 864 176	9 739 297	(2 875 120)	-30%
Grants and subsidies utilised	12 044 190	11 047 569	996 621	9%
Roads - Grants and subsidies utilised	91 215 130	-	91 215 130	100%
Allocations to Municipalities	-	-	-	0%
Unamortised Discount	127 367	-	127 367	100%
General Expenses	45 898 624	-	45 898 624	100%
	276 273 268	139 188 427	137 084 841	
<b>Other Gains/Losses</b>				
Surplus from Discontinued Operations	8 684 722	88 161	8 596 562	9751%
	(4 090 791)	26 074 599	(30 196 224)	
<b>Net Surplus for the year</b>				0%

### 42 BUDGET COMPARISONS (Continued)

#### Details of material variances

#### Revenue by Source

Property rates DMA	Indigents and poor debtors did not pay their accounts
Property rates - penalties imposed and collection charges	
Regional Services Levies	
Public contributions, donated and contributed property, plant and equipment	
Regional Services Levies Equitable Share	
Government grants and subsidies	Revenue recognised as expenditure is incurred.
Public contributions	
Fines	
Insurance Proceeds	
Unamortised Discount - Interest	Year-end financial statements journals
Assets Identified for the First Time	



## EDEN DISTRICT MUNICIPALITY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Service charges  
Rental of facilities and equipment  
Interest earned - external investments  
Interest earned - outstanding debtors  
Licenses and permits  
Actuarial Gain from Ex-Gratia Pensions  
Income for agency services  
Other income  
TASK Contributions Municipalities  
Contribution Shop Steward

#### Expenditure by Nature

Employee related costs  
Remuneration of Councilors  
Impairment of Trade Receivables  
Collection costs  
Actuarial Loss  
Actuarial Loss from Health Care Benefits  
Actuarial Loss from Long Service Awards  
Actuarial Loss from Ex-Gratia Pensions  
Increase in Provision for Rehabilitation of Landfill Sites  
Increase in Provision for Alien Vegetation  
Depreciation  
Amortisation  
Repairs and maintenance  
Finance charges  
Bulk purchases  
Contracted services  
Grants and subsidies utilised  
Roads - Grants and subsidies utilised  
Allocations to Municipalities  
Unamortised Discount - Interest  
General expenses

#### Other Gains/Losses

(Loss)/Gains on disposal of property, plant and equipment

Interest rate was lower than anticipated  
Interest rate was lower than anticipated

Year-end financial statement calculation  
Additional funding for technical agency functions

Council approval obtained to write off indigent debt

Year-end financial statement calculation  
Year-end financial statement calculation  
Year-end financial statement calculation  
Year-end financial statement calculation

Budgeted to take up a new loan but did not take up the new loan  
Savings on electricity purchases

Year-end financial statement calculation  
Savings on budget

	2011 R (Actual)	2011 R (Budget)	2011 R (Variance)	2011 (%)
<b>Expenditure by Vote</b>				
Executive and Council	48 623 207	49 902 949	(1 279 742)	-3%
Finance and Administration	52 372 276	55 680 621	(3 308 346)	-6%
Planning and Development	17 321 135	19 059 299	(1 738 165)	-9%
Public Safety	20 456 434	28 870 747	(8 414 313)	-29%
Health	24 093 985	24 992 075	(898 091)	-4%
Community and Social Services	8 582 631	9 508 295	(925 664)	-10%
Sport and Recreation	9 367 870	9 816 500	(448 630)	-5%
Waste Management	-	-	-	0%
Road Transport	6 987 354	6 841 462	145 893	2%
Waste Water Management	1 453 045	1 536 598	(83 553)	-5%
Water	2 270 572	1 628 068	642 504	39%
Electricity	4 778 227	5 395 119	(616 892)	-11%
Environmental Protection	1 948 263	8 707 920	(6 759 657)	-78%
Other	3 060	49 500	(46 440)	-94%
Roads	-	-	-	0%
	198 258 058	221 989 153	(23 731 095)	

#### Details of material variances

Executive and Council  
Finance & Admin  
Planning & Development  
Public Safety  
Health  
Community & Social Services  
Sport & Recreation  
Housing  
Waste Management  
Road Transport  
Waste Water Management  
Water  
Electricity  
Environmental Protection  
Roads

The Grants werer included under the departmetns for budget purposes - at year end it is tnaferred of the Unspent Grant in the Statement of Financial Posision and income is recognized as expendiutre were incurred during the year. And General savings on Budget

## 42 BUDGET COMPARISONS (Continued)

### 42.2 Capital expenditure by vote

	2011 R (Actual)	2011 R (Budget)	2011 R (Variance)	2011 (%)
Executive & Council	90 035	-	90 035	100%
Finance & Admin	385 201	700 000	(314 799)	-45%
Planning & Development	771	76 286	(75 515)	-99%
Public Safety	83 150	2 900 000	(2 816 850)	-97%
Health	-	-	-	0%
Community & Social Services	6 079	-	6 079	100%
Corporate Services	729 456	-	729 456	100%
Sport & Recreation	327 358	1 582 000	(1 254 642)	-79%
Housing	437 597	-	437 597	100%
Waste Management	99 800	-	99 800	100%
Road Transport	28 200 918	-	28 200 918	100%
Waste Water Management	4 500 382	13 546 378	(9 045 996)	-67%
Electricity	2 455 919	10 000 000	(7 544 081)	-75%
Water	6 621 211	-	6 621 211	100%
Environmental Protection	-	-	-	0%
	43 937 877	28 804 664	15 133 213	

## 42 BUDGET COMPARISONS (Continued)

#### Details of material variances

Executive & Council  
Finance & Admin  
Planning & Development  
Public Safety  
Health  
Community & Social Services  
Sport & Recreation  
Housing  
Waste Management

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Road Transport  
Waste Water Management  
Electricity  
Water  
Environmental Protection  
Other

### 43 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED

43.1	2011 R	2010 R
Reconciliation of unauthorised expenditure		
Opening balance	(32 387 139)	49 972 055
Unauthorised expenditure current year	-	(32 387 139)
Approved by Council or condoned	32 387 139	(49 972 055)
Transfer to receivables for recovery	-	-
Unauthorised expenditure awaiting authorisation	-	-
	<u>-</u>	<u>(32 387 139)</u>

The unauthorised expenditure relates mainly to budget overspendings due to amendments made to the financial statements to comply with GAMAP/GRAP requirements. It is anticipated that these overspendings will be authorised by Council before 30 November 2010.

43.2		
Reconciliation of fruitless and wasteful expenditure		
Opening balance	1 154 062	404 515
Fruitless and wasteful expenditure current year	-	749 547
Condoned or written off by Council	(404 515)	-
Recovered during 2010-2011	(23 504)	-
Fruitless and wasteful expenditure awaiting condonement	-	-
	<u>726 043</u>	<u>1 154 062</u>

Incident	Disciplinary steps/criminal proceedings
Legal Costs were incurred in defending urgent litigation of the Municipal Manager Mr G Louw. The amount of the reported fruitless expenditure are still to be determined. Actions will be taken to recover the legal costs incurred from the dismissed Municipal Manager.(30 June 2010)	Municipal Manager was dismissed by council in August 2010
Councillors claimed private kilometers travelled. The amount of the reported fruitless expenditure relates to kilometers travelled between councillor's residence and his/her work places R 473 250.04 relates to periods prior to 30 June 2008, R 115 954.75 relates to previous financial year 30 June 2009 and R 160 342.17 was incurred in the current financial year. Actions have been taken to recover the costs incurred from the Councillors.(30 June 2010)	

43.3		
Reconciliation of irregular expenditure		
Opening balance	74 031 817	57 500
Irregular expenditure current year	60 822 678	73 974 317
Condoned or written off by Council	(57 500)	-
Recovered during year	(2 065 257)	-
Irregular expenditure awaiting condonement	-	-
	<u>132 731 738</u>	<u>74 031 817</u>

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 43 UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED (Continued)

Incident	Disciplinary steps/criminal proceedings
<i>Fraudulent allocations regarding by the Global Fund Administrator - Mr C van Wyk</i>	SAPS case number 98/04/2009
<i>Fraudulent expenditure incurred by the Head Expenditure - Mr JP Zeelie</i>	SAPS case number 686/7/2010
<i>Municipal monies stolen by the Receptionist: Calitzdorp Spa - Q Valentyn</i>	30 June 2010

An irregular expenditure of R 600,373.27 occurred during the current financial year, R 561,729.07 during the previous financial year 30 June 2009 and R 835,754.91 in the financial year ending June 2008. These monies are still in process of being recovered. Subsequent to year-end, the matter was reported to the South African Police Services. Disciplinary actions taken were taken and the employee was suspended.

An irregular expenditure of R 64,400 occurred during the year, and the amount is still to be recovered. Subsequent to year-end, the matter was reported to the South African Police Services. Disciplinary actions taken were discontinued on the resignation of the employee.

#### 43.4 Material Losses

##### Electricity distribution losses

Units purchased (Kwh)  
- Units lost during distribution (Kwh)  
- Percentage lost during distribution

2011  
R

7 139 419  
3 470 456  
48.61%

2010  
R

3 540 935  
641 969  
18.13%

##### Water distribution losses

- Mega liters purified  
- Mega liters lost during distribution  
- Percentage lost during distribution

526 144  
52 614  
10.00%

583 288  
58 329  
10.00%

### 44 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT

#### 44.1 Contributions to organized local government

##### SALGA

Opening balance  
Council subscriptions  
Amount paid- current year  
Amount paid - previous year

-  
47 376  
(47 376)  
-

(1 199)  
30 672  
(29 473)  
-

##### Balance unpaid (included in creditors)

-

#### 44.2 Audit fees

Opening balance  
Current year audit fee  
Amount paid - prior year  
Amount paid - previous year

-  
2 667 353  
(2 667 353)  
-

-  
2 437 863  
(2 437 863)  
-

##### Balance unpaid (included in creditors)

-

#### 44.3 VAT

VAT input receivables and VAT outputs payable are shown in note 11 & 9.

All VAT returns have been submitted by the due date throughout the year.

#### 44.4 PAYE AND UIF

Opening balance  
Current year payroll deductions  
Amount paid - current year  
Amount paid - previous years

(1 379 082)  
19 603 986  
(19 731 098)

400  
14 052 127  
(15 431 608)

##### Balance unpaid (included in debtors)

(1 506 194)

#### 44.5 Pension and Medical Aid Deductions

Opening balance  
Current year payroll deductions and Council Contributions  
Amount paid - current year  
Amount paid - previous years

-  
20 822 204  
(20 822 204)  
-

844  
17 060 522  
(17 060 522)  
(844)

##### Balance unpaid (included in debtors)

-

The balance represents medical aid contributions payable to the District Municipality by pensioners whose contributions were already paid to the medical aid. Invoices were issued to collect the outstanding amounts.

#### 44.6 Councilor's arrear accounts

##### 30 June 2011

Total	Outstanding less than 90 days	Outstanding more than 90 days
Executive Mayor: L Dorfling - Legal Costs	13 521	-
		13 521

The amount of R13,521 relates to case Nr 8715/2006, a matter between Leon Dorfling, executive mayor, and an application against Eden District Municipality in 2006. Judgment was passed in favor of council and costs were granted against Mr Dorfling. Council approved that R 90,248 of the R103,769 to be written off during the year, the rest (R13,521) was included in the provision for bad debts.

##### 30 June 2010

Total	Outstanding less than 90 days	Outstanding more than 90 days
Executive Mayor: L Dorfling - Legal Costs	13 521	-
		13 521

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 44 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT (Continued)

#### 44.7 Non-Compliance with Chapter 11 of the Municipal Finance Management Act

In terms of section 36 of the Municipal Supply Chain Management Regulations any deviation from the Supply Chain Management Policy needs to be approved/condoned by the Municipal Manager and noted by Council. The incidents listed hereunder have been condoned.

Non-compliance with the Supply Chain Management Regulations were identified on the following categories:

	Less than R30,000	Between R30,001 and R200,000	Between R200,001 and R2,000,000	More than R2,000,001
Executive & Council	127 894	569 513	9 703 583	7 350 872
Finance & Admin	61 957	86 441	3 873 513	-
Planning & Development	502 108	1 034 685	4 645 264	2 516 198
Public Safety	182 431	-	-	-
Community & Social Services	465 288	689 243	6 771 034	8 297 219
Environmental Protection	-	-	-	-
Corporate Services	232 296	674 718	1 984 652	-
Technical Services	430 093	333 670	3 223 924	6 612 429
Sport and Recreation	8 696	-	-	-
Roads	393 605	51 354	-	-
	<b>2 404 368</b>	<b>3 439 623</b>	<b>30 201 970</b>	<b>24 776 717</b>
A detailed listing of the above is included in Note 51.				

### 45 CAPITAL COMMITMENTS

Commitments in respect of capital expenditure:

-Approved and contracted for

	2011 R	2010 R
Infrastructure	-	1 285 238
Community	-	-
Land and Buildings	-	92 279
Heritage	-	-
Other	-	902 194
Investment Properties	-	-
<b>Total</b>	<b>-</b>	<b>2 279 712</b>

-Approved and not contracted for

	2011 R	2010 R
Infrastructure	-	-
Community	-	-
Land and Buildings	-	-
Heritage	-	-
Other	-	-
Investment Properties	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

This expenditure will be financed from:

	2011 R	2010 R
- External Loans	-	-
- Capital Replacement Reserve	-	2 279 712
- Government Grants	-	-
- Own Resources	-	-
- District Council Grants	-	-
<b>Total</b>	<b>-</b>	<b>2 279 712</b>

### 46 CONTINGENT LIABILITY

30 June 2011

#### 46.1 Leon Dorfling Family Trust

Eden is still involved in a legal matter with the Leon Dorfling Family Trust pertaining to a fire that allegedly originated on the property of the Leon Dorfling Family Trust (Highland Lodge). The Trust is been sued by the adjoining property owners (MTO) for damages amounting to R2 million. The Trust Brought an application in the High Court to join Eden District Municipality as a co-defendant. The Trust is claiming that members of Eden Fire Services were negligent in that they did not take appropriate steps to prevent the fire from spreading to the adjacent properties. The fact of the matter is that it was not Eden Fire Services who was first on scene, but George Municipality's Fire Services. The matter is still *sub judice* and no trial date has been set as yet.

R  
  
2 000 000

#### 46.2 GHJ Kruger

Gert Hendrik Jacobus Kruger vs the MEC for Transport and Public Works (First defendant) and Eden District Municipality (Second defendant). This matter relates to a wild fire that allegedly originated on the road reserve that belongs to the Province and spread to the property of the plaintiff. The plaintiff alleges that the suffered damages of R906 550 as a result of the fire that spread to this property. Eden is acting as an agent of the Province. This matter is in its initial stages and the State Attorney is acting on behalf of both the Province and Eden District Municipality.

906 550

#### 46.3 Haarlem Community

Haarlem Community claim of R38 311 102 was brought against the Municipality by certain members of the Haarlem community. The claim relates to the commonage where the Municipality contracted the services of a service provider to harvest the plantation on the commonage. The claimants are of the view that the commonage is the property of the Haarlem community and they should have been consulted and allowed to harvest the plantation in question. According to our attorneys of record in this matter the claim is too remote and that Council is the rightful owner of the said property and was therefore entitled to call for tenders to harvest the plantation on the property. Summons was issued in January 2010, but there are no movements on the matter.

38 311 102

#### 46.4 Pienaar Bros

Pienaar Bros is suing the Municipality for R56 000. During 2009 the Municipality awarded a tender for the supply of safety boots to Bees@Work. Bees@Work could not obtain credit and arranged with Pienaar Bros which is a supplier of safety boots to deliver the boots directly to Eden with the understanding that Eden will pay Pienaar Bros Directly. Subsequently, Eden paid Bees@Work since the invoice was in Bees@Work's name. The matter is still pending. We have been advised by our attorneys that we have a reasonable prospect of success in this matter.

56 000

## EDEN DISTRICT MUNICIPALITY

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

#### 47 IN-KIND DONATIONS AND ASSISTANCE

The Municipality did not receive any in-kind donations and assistance.

#### 48 EVENTS AFTER THE REPORTING DATE

Mr Nigel Delo resigned as CFO on the 26th of August 2011. An Acting CFO was appointed by Council of this date.

The manager strategic services (previous acting municipal manager up to 30 June 2011) and Communication Manager (previous acting manager strategic services up to 30 June 2011) was suspended.

A Forensic audit commenced during August 2011 regarding possible irregularities and an investigation commenced during July regarding the appointments and fast tracking of personnel. An advocate was appointed to perform the investigation.

In terms of Notice 12 the District Management area, comprising the towns of Uniondale and Haarlem, will be transferred to the George Municipality on 1 July 2011. The details of the assets and the liabilities to be transferred was separately disclosed under the note for Discontinued Operations Note 15 & 35.

#### 49 RELATED PARTY TRANSACTIONS

49.1 Related Party Transactions	Rates	Service Charges	Outstanding balances
<b>Year ended 30 June 2011</b>			
Councillors	-	296	296
Municipal Manager and Section 57 Personnel	-	-	-
<b>Year ended 30 June 2010</b>			
Councillors	190	1 066	(5)
Municipal Manager and Section 57 Personnel	-	-	-

#### 49.2 Related Party Loans

Since 1 July 2004 loans to councilors and senior management employees are no longer permitted. Loans granted prior to this date, together with the conditions, are disclosed in note 17 to the Annual Financial Statements.

#### 49.3 Related Parties

The following are persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly including any director of Eden District Municipality:

- \* Executive Mayor
- \* Speaker
- \* Mayoral Committee members
- \* Councillors
- \* Municipal Manager
- \* Director: Finance
- \* Director: Corporate Services
- \* Director: Planning & Development
- \* Director: Community Services

Their short term employee benefits are disclosed in notes 28 & 29.

The following key personnel member (senior buyer) is also a director of one of the District Municipality's approved suppliers (Pedam Building Contractors). No purchases from this supplier was made for the 2010/2011 financial year:

- \* Mbulelo Gift Mkuzo

No purchases from this supplier was made for the 2010/2011 financial year:

#### 50 RISK EXPOSURES

The activities of the municipality expose it to a variety of financial risks, including market risk (comprising fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The municipality's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the municipality's financial performance.

##### Foreign Exchange Currency Risk

The municipality does not engage in foreign currency transactions.

##### Price risk

The municipality is not exposed to price risk.

##### Interest Rate Risk

As the municipality has significant interest-bearing liabilities, the entity's income and operating cash flows are substantially dependent on changes in market interest rates.

The municipality analyse its potential exposure to interest rate changes on a continuous basis. Different scenarios are simulated which include refinancing, renewal of current positions, alternative financing and hedging. Based on these scenarios, the entity calculates the impact that a change in interest rates will have on the surplus/deficit for the year. These scenarios are only simulated for liabilities which constitute the majority of interest bearing liabilities.

The municipality did not hedge against any interest rate risks during the current year.

The potential impact on the entity's surplus/deficit for the year due to changes in interest rates were as follow:

	2011 R	2010 R
0.5% (2009 - 0.5%) Increase in interest rates	49 789	114 911
0.5% (2009 - 0.5%) Decrease in interest rates	(49 789)	(114 911)

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 50 RISK EXPOSURES (Continued)

#### Credit Risk

Credit risk is the risk that a counter party to a financial or non-financial asset will fail to discharge an obligation and cause the Municipality to incur financial loss.

Credit risk consist mainly of cash deposits, cash equivalents, trade and other receivables and unpaid conditional grants and subsidies.

Trade and other debtors are disclosed net after provisions are made for impairment and bad debts. Trade debtors comprise of a large number of ratepayers, dispersed across different sectors and geographical areas. Ongoing credit evaluations are performed on the financial condition of these debtors. Credit risk pertaining to trade and other debtors is considered to be moderate due the diversified nature of debtors and immaterial nature of individual balances. In the case of consumer debtors the municipality effectively has the right to terminate services to customers but in practice this is difficult to apply. In the case of debtors whose accounts become in arrears, Council endeavors to collect such accounts by "levying of penalty charges", "demand for payment", "restriction of services" and, as a last resort, "handed over for collection", whichever procedure is applicable in terms of Council's Credit Control and Debt Collection Policy.

All rates and services are payable within 30 days from invoice date. Refer to note 19 for all balances outstanding longer than 30 days. These balances represent all debtors at year end which defaulted on their credit terms. Also refer to note 19 for balances included in receivables that were re-negotiated for the period under review.

No trade and other receivables are pledged as security for financial liabilities.

Due to the short term nature of trade and other receivables the carrying value disclosed in note 19 of the financial statements is an approximation of its fair value. Interest on overdue balances are included at prime lending rate plus 1% where applicable.

The provision for bad debts could be allocated between the different classes of debtors as follows:

	2011 %	2011 R	2010 %	2010 R
Electricity	2.68%	876 121	3.70%	536 804
Water	17.19%	5 626 380	32.82%	4 762 261
Refuse	4.69%	1 533 969	9.04%	1 311 868
Sewerage	6.36%	2 079 869	12.16%	1 763 896
Ambulance and Fire Fighting Fees	6.00%	1 965 204	14.44%	2 094 421
Insurance	0.10%	34 186	0.21%	30 067
Rental Agreements	7.83%	2 563 577	9.04%	1 311 374
Taxes - Rates	7.99%	2 614 849	17.58%	2 550 932
Advances to Agencies	43.75%	14 317 845	0.00%	0
Sundry debtors	3.41%	1 114 955	1.01%	147 122
	100.00%	32 726 954	100.00%	14 508 745

The entity only deposits cash with major banks with high quality credit standing. No cash and cash equivalents were pledged as security for financial liabilities and no restrictions were placed on the use of any cash and cash equivalents for the period under review. Although the credit risk pertaining to cash and cash equivalents are considered to be low, the maximum exposure are disclosed below.

The risk pertaining to unpaid conditional grants and subsidies are considered to be very low. Amounts are receivable from national and provincial government and there are no expectation of counter party default.

Long-term Receivables and Other Debtors are individually evaluated annually at Balance Sheet date for impairment or discounting. A report on the various categories of debtors is drafted to substantiate such evaluation and subsequent impairment / discounting, where applicable.

Financial assets exposed to credit risk at year end are as follows:

	2011 R	2010 R
Long-term Receivable	37 435 619	34 613 537
Consumer Debtors	1 674 950	2 694 162
Other Debtors	2 807 556	6 214 137
Short term Investment Deposits	1 077	1 036
Bank Balances and Cash	27 144 233	44 142 983
	<b>69 063 435</b>	<b>87 665 854</b>

#### Maximum Credit Risk Exposure

#### Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the underlying business, the treasury maintains flexibility in funding by maintaining availability under credit lines.

The entity's risk to liquidity is a result of the funds available to cover future commitments. The entity manages liquidity risk through an ongoing review of future commitments and credit facilities.

The table below analyses the entity's financial liabilities into relevant maturity groupings based on the remaining period at the financial year end to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

	Less than 1 year	Between 1 and 5 years	Between 5 and 10 years	Over 10 Years
<b>2011</b>				
Long Term liabilities	2 581 012	4 583 456	-	-
Capital repayments	2 226 072	3 914 061	-	-
Interest	354 940	669 394	-	-
Trade and Other Payables	29 977 484			
Unspent conditional government grants and receipts	8 201 498			
	40 759 994	4 583 456	-	-

**EDEN DISTRICT MUNICIPALITY**
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**
**50 RISK EXPOSURES (Continued)**

	Less than 1 year	Between 1 and 5 years	Between 1 and 5 years	Over 10 Years
<b>2010</b>				
Long Term liabilities	3 831 503	6 381 275	742 785	-
Capital repayments	3 409 731	5 423 139	716 995	-
Interest	421 772	958 136	25 790	-
Trade and Other Payables	28 630 103			
Unspent conditional government grants and receipts	17 383 104			
	49 844 709	6 381 275	742 785	-

**51 FINANCIAL INSTRUMENTS**

In accordance with IAS 39.09 the financial assets of the municipality are classified as follows:

Financial Asset	Classification	2011 R	2010 R
<b>Long-term Receivable</b>			
Car loans - At amortised cost	Financial instruments at amortised cost	(0)	0
Department of Transport: Roads - At amortised cost	Financial instruments at amortised cost	35 087 565	32 259 419
Roads - Computer loans - At amortised cost	Financial instruments at amortised cost	-	-
Computer loans - At amortised cost	Financial instruments at amortised cost	-	-
Long term debtors: Local Authorities - At amortised cost	Financial instruments at amortised cost	50 409	152 638
<b>Consumer Debtors</b>			
Service debtors	Financial instruments at amortised cost	1 674 950	2 694 162
<b>Other Debtors</b>			
Government subsidies: Work for Water	Financial instruments at amortised cost	-	-
Government subsidies DWAF & Global Fund	Financial instruments at amortised cost	-	3 018 626
Roads - Sundry debtors	Financial instruments at amortised cost	506 226	323 531
Sundry debtors	Financial instruments at amortised cost	2 807 556	4 568 231
Recoverable Debtors	Financial instruments at amortised cost	1 508 148	3 218 789
Regional Services levies	Financial instruments at amortised cost	-	-
Taxes - Rates	Financial instruments at amortised cost	32 165	63 487
Advances to Agencies	Financial instruments at amortised cost	(0)	-
<b>Current Portion of Long-term Receivables</b>			
Car loans - At amortised cost	Financial instruments at amortised cost	9 685	9 749
Department of Transport: Roads - At amortised cost	Financial instruments at amortised cost	2 185 731	2 089 492
Roads - Computer loans - At amortised cost	Financial instruments at amortised cost	-	-
Computer loans - At amortised cost	Financial instruments at amortised cost	-	-
Long term debtors: Local Authorities - At amortised cost	Financial instruments at amortised cost	102 229	102 239
<b>Non-current Investments</b>			
Non-current Investment	Financial instruments at amortised cost	40 974	40 974
<b>Short term Investment Deposits</b>			
Call Deposits	Financial instruments at amortised cost	1 077	1 036
<b>Bank Balances and Cash</b>			
Bank Balances	Financial instruments at amortised cost	27 124 243	44 121 957
Cash Floats and Advances	Financial instruments at amortised cost	19 990	19 990
<b>Total Financial Assets</b>		<b>71 150 947</b>	<b>92 684 319</b>
<b>SUMMARY OF FINANCIAL ASSETS</b>			
Financial instruments at amortised cost		71 150 947	92 684 319
		<b>71 150 947</b>	<b>92 684 319</b>
<b>Financial Liability</b>			
<b>Non-Current Liabilities</b>			
Long-term Liabilities	Financial instruments at amortised cost	3 178 302	4 781 678
<b>Current Liabilities</b>			
Trade and other payables	Financial instruments at amortised cost	29 977 484	28 630 103
Unspent Conditional Grants	Financial instruments at amortised cost	8 201 498	17 383 104
Consumer Deposits	Financial instruments at amortised cost	-	69 208
VAT	Financial instruments at amortised cost	5 063 549	1 449 181
Current portion of long-term liabilities	Financial instruments at amortised cost	1 583 041	2 575 771
<b>Total Financial Liabilities</b>		<b>48 003 874</b>	<b>54 889 044</b>
<b>SUMMARY OF FINANCIAL LIABILITIES</b>			
Financial instruments at amortised cost		48 003 874	54 889 044

**52 EXEMPTIONS TAKEN IN TERMS OF DIRECTIVE 4 - TRANSITIONAL PROVISIONS FOR MEDIUM AND LOW CAPACITY MUNICIPALITIES**
**52.1 GRAP 19 -Provisions, Contingent Liabilities and Contingent Assets**

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in March 2009. The municipality did not recognise the following provisions, contingent liabilities or contingent assets relating to Property, Plant and Equipment:

Refuse tip-sites financed by way of a provision;

Since the previous reporting date the following provisions were measured in accordance with GRAP 19 and restated retrospectively:

	2011	2010
Refuse tip-sites financed by way of a provision;	-	-
Post retirement health care benefits	-	-
Ex-Gratia Pensions	-	-
Long service awards	-	-

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 52 EXEMPTIONS TAKEN IN TERMS OF DIRECTIVE 4 - TRANSITIONAL PROVISIONS FOR MEDIUM AND LOW CAPACITY MUNICIPALITIES (Continued)

#### 52.2 GRAP 100 -Non-current assets and discontinued operations

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise non-current assets held for sale and discontinued operations relating to Inventories, Investment Properties, Property, Plant and Equipment, Agriculture and Intangible Assets which are not recognised in terms of the transitional provisions relating to those standards:

#### 52.3 GRAP 16 - Investment Properties

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise all the Investment Properties:

Since the previous reporting date the following Investment Properties were measured at cost less accumulated depreciation in accordance with GRAP 16 and restated retrospectively:

Land with undetermined use;	-	-
Land; and	-	-
Buildings.	-	-
Accumulated Depreciation on Buildings	-	-
Total not previously recognised now restated retrospectively	-	-

The following Investment Property was identified and recognised on 30 June 2009. It is currently included at no cost and will only be measured in 2011 in terms of the transitional provisions as contained in Directive 4:

Portion 38 of Farm 30, Nootgedagt;  
Portion 37 of Farm 30, Nootgedagt;  
Portion 9 of Farm 29, Oudtshoorn Rd, Groenefontein;  
Portion 1 of Farm 202, Knysna Rd;  
Erf 118, Herbertsdale; and  
Portion 0 of Farm 32, George Rd, Doornberg.

#### 52.4 GRAP 102 - Intangible Assets

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise or measure all the Intangible Assets in accordance with the standard, including the following:

Computer Software;  
Intangible assets financed by way of finance leases;  
Intangible assets transferred as a result of the transfer of functions; and

Since the previous reporting date the following Intangible Assets were measured in accordance with GRAP 102 and restated retrospectively:

Computer software;	-	-
Accumulated amortisation on computer software	-	-
Total not previously recognised now restated retrospectively	-	-

#### 52.5 GRAP 12 - Inventories

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise the following inventories:

Water;  
Land held for sale; and

Since the previous reporting date the following inventories were measured in accordance with GRAP 12 and restated retrospectively:

Water;	-	-
Land held for sale; and	-	-
	-	-

#### 52.6 Process to comply fully with the implementation of General Recognised Accounting Practices (GRAP)

The municipality adopted a phased-in approach in order to comply fully with the implementation of GRAP. The municipality is classified by the National Treasury as a medium capacity municipality and must comply with GRAP by 30 June 2009. The municipality, however, took advantage of the transitional provisions in Directive 4 from the Accounting Standards Board.

### 53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section (36) (1) (a) (ii) single provider & (v) impractical or impossible	2010/07/03	Zenobia Istain	20 000.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider & (v) impractical or impossible	2010/07/23	Eden Connect	12 250.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/07/29	Suid-Kaap besproeiing/South Cape Irrigation	11 617.74	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/29	Klein Karoo International	140.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/21	Clementine Guest house	8 926.20	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/27	CN Business Furniture	30 381.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/23	ISM	330.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider & (v) impractical or impossible	2010/07/21	Leoni Botha	1 950.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/21	Digifusion	750.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/07/19	Oudtshoorn Locksmith	1 465.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/07/29	T & M	303.00	Planning & Development



EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/16	Office reliance	22 500.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/14	Oudtshoorn Vehicle repair (Pty) Ltd	14 567.67	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/02	F	1 567.76	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/02	BELL	7 703.74	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/02	KOMATSU	2 981.14	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/09	GLENCAPE RESOURCES	2 700.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/12	FILCO	505.70	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/12	KK TOYOTA	619.13	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/13	FILCO	1 618.80	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/13	RODMILE MOTORS	2 655.79	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/13	FILCO	974.70	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/13	AGRICO	2 735.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/20	GLENCAPE RESOURCES	2 422.50	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/22	RODMILE MOTORS	2 011.35	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/22	UDTSHOORN NISSAN	2 896.24	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/19	KK TOYOTA	2 366.77	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/23	BARLOWS	1 537.17	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/28	TRACTOR AND GRADER SUPPLIES	2 256.61	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/28	AGRICO	886.40	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/30	ESP	2 478.70	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	SOUTHERN CAPE COMPRESSED AIR SERVICES	2 451.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	WALTONS	1 767.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	PROPSHAFT ENGINEERING	4 276.14	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	GEORGE SPRINGWORKS	2 078.79	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	LET ME REPAIR	1 488.95	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	CHARACTERS	3 591.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	R&S	513.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	COMMUNICATION GAS ELEKTRIK PTY LTD	800.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	LOERIE TOYOTA	1 266.79	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	BUSHI'S EMBROIDERY	4 760.64	Public Safety
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	COMBINED SYSTEMS	867.54	Finance & Admin
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	CCO	5 975.88	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	PANELBEATERS	1 270.76	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	SHORT'S	1 458.95	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	DIVA NUTRITIONAL PRODUCTS	1 458.95	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	CCO	2 975.25	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	PANELBEATERS CAWMAT	9 804.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	N/A	ENGINEERING CAMERLAND-kamera vir Morne	4 247.00	Finance & Admin
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	Hoogbaard E3 HI WAY BANDE	735.02	Technical Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	N/A	R/DAL	30 761.60	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	SHELVING & TROLLEYS	648.23	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	N/A	KOMATSU	3 920.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/02	KLEIN KAROO INTERNATIONAL		

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53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/06	BABCOCK EQUIPMENT	4 234.84	Technical Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/06	SOUTHER CAPE COMPRESSED AIR SERVICES	9 986.17	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/06	LOERIE TOYOTA	1 642.17	Technical Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/06	CP NEL BAKWERKE	872.10	Technical Services
Municipal SCM regulations, section 63(1)(q)(ii), Singel Provider	2010/07/07	NASHUA	1 837.68	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/07	BABCOCK EQUIPMENT	2 177.15	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/07	BABCOCK EQUIPMENT	6 005.52	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/07	BARLOWS EQUIPMENT	5 206.43	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/07	GALLIE	3 414.30	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/07	SWEISWERKE COMPACTION & INDUSTRIAL EQUIPMENT	2 309.10	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/07	KOMATSU	13 288.67	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/08	IMPERIAL TRUCK DIVISION	694.19	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/08	BARLOWS EQUIPMENT	7 404.96	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/08	RODMILE MOTORS / CP NEL	4 584.49	Technical Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/15	ODTSHOOR DUIVENHOKS	846.22	Public Safety
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/15	DIESELDIENS JAKUES DU TOITQ	830.00	Public Safety
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/20	GEORGE PICTURE FRAMERS	841.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/21	RODMILE MOTORS / CP NEL	619.25	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/22	ODTSHOOR TOP CANVAS	2 049.30	Public Safety
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/22	SHORTS NISSAN	9 790.58	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/07/30	GARDEN ROUTE WATER CONSULTANTS	380.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/30	JDA	1 727.10	Public Safety
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/30	LOERIE TOYOTA	2 245.80	Public Safety
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/07/27	EDEN SANITASIE	23 370.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/10	John Deere Tractor	545.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/06	Prestige Carpets and Flooring	12 540.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/05	Capri Tours and Helicopters	2 000.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/10	Kairos Foods and Services	245.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/11	Upstairs at Harry's	2 520.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/08/11	Digipress	4 276.69	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/11	Tecj Pompdieste	2 763.16	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (iii) special works of art or historical objects	2010/08/11	Kenako Golf & Sports Academy	600.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/08/13	Benjamin Sono	900.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency & (v) impractical or impossible	2010/08/19	Tuinroete Agri	4 000.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/19	H Sweetland	85 975.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/19	Strategic consulting services	200.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/08/19	Endres Electrical Services	1 881.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/08/19	L&F Electrical	16 245.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/19	Boonbase!com	450.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/24	Jeanetta	29 950.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/08/24	Bergstan	16 461.60	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/08/24	Selectech	900.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/08/25	Nando's	1 380.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/09/03	Kairos Foods and Services	5 405.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/09/03	Key and Lock Services	41 654.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/09/03	June Design	1 111.06	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/09/03	Stanmar Motors	194 000.00	Community & Social Services
		Simola Hotel		

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53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	06/09/2010	Transand	2 520.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	06/09/2010	De Leeuwenshof Estate	600.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	08/09/2010	Dynamic Choices	6 000.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	15/09/2010	Le Roux Engineering Golden Divident	15 661.04	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	16/09/2010	536 (Pty) Ltd	900.00	Public Safety
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	16/09/2010	FP Goosen	50 000.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	21/09/2010	Postnet	2 835.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	22/09/2010	Eden Connect	200 000.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (i) emergency	22/09/2010	Compass Group	500.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	22/09/2010	J Instrument services	513.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	22/09/2010	COLAS	2 065.68	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	27/09/2010	Deloitte	35 200.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency	29/07/2010	VPM Opmetings	10 000.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/04	Rheebok Bricks	21 900.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/05	Ben very	39 900.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/05	Ferobrake	1 190.89	Technical Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/05	Global insight	50 730.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/05	George Mechanical	68 400.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/14	Naas Meyer	1 000.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency & (v) impractical or impossible	2010/10/14	King pie	202.80	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/16	CBS Event Managament	4 000.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/18	Meaga Plastic	13 845.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency & (v) impractical or impossible	2010/10/20	Seebosrand catering	1 300.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/20	All leisure Travel	750.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/20	LRJ Constructors	11 341.10	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/20	Southern Sun	4 402.65	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/20	Pritchard Business Corporation	630.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/25	Southern Sun	4 237.65	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/29	Damons	1 600.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Hino	13 766.19	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Propsaft Engineering	3 385.80	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Bell Equipment	1 793.47	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	ELB Equipment	6 977.76	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	ELB Equipment	10 361.05	Technical Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/10/29	E&L Filtration	1 117.20	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Loerie Toyota	2 358.40	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Nashua	4 999.00	Roads
Legislation must be NHLS for use of analys	2010/10/29	Munisipaliteit Hesequa	4 500.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Rodmile Motors	1 670.84	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Bell Equipment	15 349.64	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Aqua Blanc	840.00	Community & Social Services

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53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Cape Escape	41 154.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	J&E	1 596.00	Roads
Municipal SCM regulations, section 63(1)(q)(ii), Singel Provider	2010/10/29	Communications Department vervoer en openbare werke: Bellville Werkswinkel Compaction & Industrial	1 618.16	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Equipment	1 531.02	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Agrico masjinerie	1 585.74	Roads
Municipal SCM regulations, section 63(1)(q)(iii), Singel Provider	2010/10/29	Papillion trading	7 000.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Bell Equipment	1 638.58	Finance & Admin
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Agrico masjinerie	6 811.50	Roads
Make, Repair and balance IO driveshafts	2010/10/29	Propsaft Engineering	1 155.96	Roads
Make, Repair and balance IO driveshafts	2010/10/29	Propsaft Engineering Specialized	1 105.80	Roads
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/10/29	Airbrakes	12 676.80	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Much Asfalt	1 797.72	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Penny pinchers	6 209.94	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Propsaft Engineering	509.58	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Filco	463.75	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Valley Containers	3 372.80	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	D van Rooyen	75.00	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Calitzdorp		Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Herstelwerk	222.00	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	HI way bande	230.00	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Filco	494.76	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	HI way bande	65.00	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Hessaqua MUN	852.00	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Auto electro	1 322.87	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Auto electro	931.38	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Fluid air HYD	6 783.00	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Beka MAX	4 713.00	Roads
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/10/29	Filco	51.30	Roads
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/11/23	MS Communication	550.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/11/23	Pritchard	780.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/11/10	Marx Concrete Pipes/Eldoloo	13 000.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/11/10	Hire King	2 188.80	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/11/10	Smart Office Services	1 869.60	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/11/10	Kloppers	67 043.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/11/10	Harvey Travel World	45 384.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/11/04	Lexis Nexis	26 908.18	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/11/04	Hino George	26 000.55	Public Safety
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/11/29	Eldoloo	28 728.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/12/06	Heidedal Primer Skool	1 300.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/12/06	Equilibrium Centre for Wellbeing	1 000.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/12/13	ELB Equipment	58 210.00	Technical Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/12/13	Reisrevue	30 226.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2010/12/14	Loerie Guest Lodge	2 475.00	Corporate Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/12/15	Ignite	29 298.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/12/17	Justin Lindsay & Hans Kriek	3 000.00	Planning & Development
Municipal SCM regulations, section (36) (1) (a) (i) emergency	2010/12/17	Bay Breeze	25 650.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/12/20	Fire Raiders Cape (Pty) Ltd	18 604.68	Public Safety
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2010/12/20	Protea Hotel (Fire and Ice)	3 131.00	Executive & Council
Municipal SCM regulations, section (36) (1) (a) (v) impractical or impossible	2011/12/21	N.G. Promotions	12 800.00	Community & Social Services
Municipal SCM regulations, section (36) (1) (a) (ii) single provider	2011/12/22	CHE	21 045.54	Technical Services
Municipal SCM regulation, section 36 (1) (a) (v) impractical or impossible	2011/01/03	Courier IT	6 381.76	Planning & Development
Municipal SCM regulation, section 36 (1) (a) (v) impractical or impossible	2011/01/06	Computer Traders	99.00	Planning & Development
Municipal SCM regulation, section 36 (1) (a) (ii) single provider	2011/01/07	ELB Equipment	24 597.70	Technical Services
Municipal SCM regulation, section 36 (1) (a) (ii) single provider	2011/01/19	CSX Customer Services	11 725.00	Finance & Admin
Municipal SCM regulation, section 36 (1) (a) (v) impractical or impossible	2011/01/19	Accolades	650.00	Corporate Services
Municipal SCM regulation, section 36 (1) (a) (i) emergency	2011/02/20	Ukuphela Training CC	59 850.00	Community & Social Services
Municipal SCM regulation, section 36 (1) (a) (ii) single provider	2011/01/21	African Compares	11 000.00	Roads
Municipal SCM regulation, section 36 (1) (a) (ii) single provider	2011/01/25	Trading 101 Rodmile Motors	11 049.72	Roads

53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
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**EDEN DISTRICT MUNICIPALITY**
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**

Municipal SCM regulation, section 36 (1) (a) (ii) single provider	2011/01/26	PNA Stationary	217.15	Corporate Services
Municipal SCM regulation, section 36 (1) (a) (ii) single provider	2011/01/06	ELB Equipment limited	18 977.86	Technical Services
Municipal SCM regulation, section 36 (1) (a) (i) emergency	2011/01/07	Jack's Motor Trimmers	50.00	Technical Services
Municipal SCM Regulations, section 36 (1) (a) (v) impractical or impossible	2011/02/02	Digi Fusion	31 000.00	Corporate Services
Municipal SCM Regulations, section 36 (1) (a) (ii) single provider	2011/02/02	Toilet Friend	1 250.00	Corporate Services
Municipal SCM Regulations, section 36 (1) (a) (v) impractical or impossible	2011/02/02	Trent Tyres	19 035.13	Community & Social Services
Municipal SCM Regulations, section 36 (1) (a) (ii) single provider	2011/02/02	Emergency Power Services CC	15 960.00	Corporate Services
Municipal SCM Regulations, section 36 (1) (a) (v) impractical or impossible	2011/02/14	Bay Breeze	1 000 000.00	Corporate Services
Municipal SCM Regulations, section 36 (1) (a) (ii) single provider	2011/02/04	Shorts Nissan	3 630.18	Corporate Services
Municipal SCM Regulations, section 36 (1) (a) (v) impractical or impossible	2011/02/04	Young Solutions Event planning and Management	4 000.00	Executive & Council
Municipal SCM Regulations, section 36 (1) (a) (v) impractical or impossible	2011/02/08	Mr J Louw	25 000.00	Community & Social Services
Municipal SCM Regulations, section 36 (1) (a) (ii) single provider	2011/02/15	E van Rooyen	1 357.60	Corporate Services
Municipal SCM Regulations, section 36 (1) (a) (v) impractical or impossible	2011/02/17	PWC	389 897.10	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/18	Eden Connect	120 000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/23	Business Engineering	90 000.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (i) emergency	2011/03/18	ARMS	158 380.20	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (i) emergency	2011/03/19	CCPP	3 784.78	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/16	The Badge Company	22 572.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/02	SOS Smart office services J & E	785.75	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/04	Communication	3 420.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/25	Fransmanshoek Peninsula	24 996.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/25	Waltons	1 896.16	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (i) emergency	2011/03/25	Nashua	1 095.77	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/25	Hi Way Toyota	13 629.25	Public Safety
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/16	Rodmil Motors	29 832.01	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/11	Andrag Agrico	2 679.00	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/11	HD Transmissions	121 307.40	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/11	Babcock Equipment	154 152.96	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/04	Babcock Equipment	10 130.64	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/04	Kwik Spar	185.50	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/11	Bowles Drukkers	9 178.47	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/10	G4S Cash Solutions	2 437.00	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/25	Swift Micro Laboratories	131 323.44	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/23	SOS Smart office services	600.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/25	Travel Digest Guides	88 650.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/25	June Design	203 069.34	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	Kempston Motor Group	17 358.75	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	SPECIALIZED AIR	2 622.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	BRAKES	4 328.44	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	LAFARGE	738.24	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	MEYERS DELTA	1 006.43	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	FLUID AIR	1 950.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	HYDRAULICS	2 693.82	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	KWELANGA	1 125.00	Public Safety
Municipal SCM regulations, section 36 (1) (a) (i) emergency	2011/03/30	CATERING	4 232.69	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	VAN'S	1 630.00	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	MOTORWERKE	963.40	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	KAIROS FOODS	2 642.52	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	SPEEDY TYRE & FITMENT	3 415.65	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	SPEEDY TYRE & FITMENT		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	HALFWAY		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TOYOTA		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	KLEIN KAROO		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TOYOTA		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	HARTMAN & SEUN		Sport and Recreation

**53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)**

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	KWIKSPAR	5 280.08	Sport and Recreation
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	SPECIALIZED AIR BRAKES	798.00	Roads



# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	HALFWAY TOYOTA	947.68	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	A LATEGAN	2 280.00	Planning & Development
Municipal SCM regulations, section 63(1)(q)(ii), Singel Provider	2011/03/30	KWELANGA CATERING	1 650.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	GROENEWALD KONSTRUKSIE	5 454.90	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	VAN AARDT TRANSPORT	5 500.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	YORK ROAD KWIKSPAR	393.74	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	KLEIN KAROO INTERNATIONAL	4 900.00	Public Safety
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/03/30	THE SANDWICH SHOP	325.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	ELB	1 280.10	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	BABCOCK	6 363.34	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	KEMPSTON	1 119.80	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	RODMILLE MOTORS	2 155.36	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	H & L INDUSTRIAL	54.72	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	RFZ	515.85	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	MEYERS DELTA	185.75	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	J&E COMMUNICATION S	4 389.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	J&E COMMUNICATION S	5 301.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	BELL EQUIPMENT	2 866.68	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	AUTO ELECTRO	743.75	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	AGRICO	5 876.70	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	BARLOWS	1 237.80	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	BARLOWS	3 394.35	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	KOMATSU	2 803.45	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	KLEIN KAROO TOYOTA	1 307.79	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	AFRICAN COMPAS TRADING t/a	9 900.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	4HIRE AFRICAN COMPAS TRADING t/a	2 722.50	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	4HIRE AFRICAN COMPAS TRADING t/a	9 380.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	4HIRE AFRICAN COMPAS TRADING t/a	632.50	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	PROWORX AFRICAN COMPAS TRADING t/a	660.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	4HIRE TRANSAND	7 084.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	6 921.80	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	6 540.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	7 881.80	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	7 500.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	9 763.80	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	6 540.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	3 990.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	VAN DER BERG VERVOER	3 192.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	9 747.10	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	7 500.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/03/30	TRANSAND	7 881.80	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/01	BabCock	14 506.09	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/01	Cape Heat Exchange	52 896.00	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/01	Mr Cupboard	24 749.40	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/04	Kwik Spar	3 000.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/06	Eden FM	R1 8000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/08	Southern Ambition 1196 cc	R3 100.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/08	Bay Breeze	R184 500.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/08	Short's Nissan	6 063.41	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/08	Short's Nissan	5 402.21	Community & Social Services

### 53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/08	Edwards & Buckley Systems (Pty) Ltd	20 702.86	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/08	Ninive Trading cc	14 996.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/08	The Flame Tree Coffee Shop	1 560.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/11	The Garage George	4 775.63	Planning & Development

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/13	Barries Engine Rebuilders	34 987.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/13	Stan's Electrical	95 325.84	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (i) emergency	2011/04/13	Volmoed Quarries	295.40	Technical Services
Municipal SCM regulations, section 36 (1) (a) (i) emergency	2011/04/13	Agrico	3 784.78	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/13	Chris Swartz (Ing/Eng)	10 830.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/14	LexisNexis	R3 696.43	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/18	Xocet	300.00	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/26	Imvusa Trading t/a Nhlapo Projects	119 988.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/28	Shorts Nissan	1 153.83	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/04/28	Barlows	16 504.54	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/28	Barlows	27 761.36	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/29	Barlows	25 268.46	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/05	Meyers Delta	706.20	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/05	Hino	813.68	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/05	Hino	813.68	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/04/05	Wurth	2 052.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ELB	1 280.10	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Babcock	6 363.34	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Rodmile Motors	1 965.68	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Deloitte	9 600.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		RFZ Fire	515.85	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ANSTRO	4 753.78	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Imvusa Trading	15 300.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		W & J Motors	1 457.79	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Nashua	1 095.77	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Ingrid Diesel	35 000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Ingrid Diesel	35 000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		BISA	1 404.94	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Fransmanshoek	24 996.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Bewarea	24 996.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Aqua Blanc	735.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Komatsu	786.58	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Santos Express	3 360.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Aqua Blanc	1 025.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Short's Nissan	5 402.21	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Violet Décor	4 000.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		George Lawnmowers	551.99	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Stanmar	2 475.83	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Shorts Nissan	619.02	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Hino	9 744.84	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Komatsu	784.80	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		George Lawnmowers	5 075.00	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		W & J Motors	7 311.34	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Mac Steel Service Centre	1 567.50	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Swift Micro Lab		
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Training	131 323.44	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Volmoed Quarries	51 354.26	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Halfway Toyota	1 504.04	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Secure Home Fencing	1 254.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Lexis Nexis	3 696.43	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Golden Dividend t/a TATA	588.20	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Oudtshoorn Nissan	668.91	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Komatsu	6 527.30	Roads

### 53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Rodmile Motors	2 195.79	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Bell Equipment	2 387.16	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		Auto Electro	2 511.42	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Klein Karoo Toyota	4 337.31	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		J&E Communications	1 075.00	Roads
		Golden Dividend t/a TATA		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider			1 261.41	
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Rodmile Motors	534.65	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Silverton Radiators	513.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Klein Karoo Toyota	2 145.88	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Rodmile Motors	661.03	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Barlows	2 024.10	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Klein Karoo Toyota	3 916.61	Finance & Admin

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Klein Karoo		Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		Koporasie	705.00	
		Smal Elektries	1 850.00	Roads
		African Compass		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Trading	5 730.00	
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Proworx	682.00	Roads
		Van Der Berg		Roads
Municipal SCM regulations, section 36 (1) (a) (i) emergency		Vervoer	513.00	
		Smuts Familie Trust	2 600.00	Roads
		Propshaft en		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Gineering	543.78	
		Golden Dividend t/a		Roads
		TATA	1 794.91	
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		JC Diesel	1 523.78	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Rodmile Motors	712.87	Roads
		Equipment Spare		Roads
		Parts	1 576.36	
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Gallie Sweis	2 565.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Rodmile Motors	2 032.53	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Rodmile Motors	1 230.52	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Klein Karoo Toyota	1 307.80	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		Klein Karoo Toyota	1 307.79	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	04/05/2011	Wearcheck	12 312.00	Roads
		Aamba &		Planning &
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	09/05/2011	Associates	59 400.00	Development
		Royal Palm	1 500.00	Planning &
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	04/05/2011			Development
		LexisNexis	1 773.48	Planning &
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	05/05/2011			Development
		E van Rooyen	3 301.35	Community &
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	20/05/2011			Social Services
		Bay Breeze	43 620.00	Planning &
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	05/05/2011			Development
		LexisNexis	15 450.95	Planning &
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	05/05/2011			Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/10/05	Key and Lock	945.00	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/10/05	Maibone toxic		Planning &
		works	43 014.83	Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/10/05	Kwai Comm	97 337.98	Corporate Services
		J & E		Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/11/05	Communications	29 947.80	
Municipal SCM regulations, section 36 (1) (a) (ii) single provider & (v) impractical or impossible	2011/11/05	Garden Route Klein		Planning &
		Karoo	5 500	Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/11/05	Bright Idea Projects		Planning &
		1306 CC	39 271.00	Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/05/11	Cassandra's		Planning &
		Catering	700.00	Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/12/05	ICC Catering	6 440.00	Planning &
				Development
Municipal SCM regulations, section 36 (1) (a) (i) emergency & (v) impractical or impossible	2011/05/13	Eden FM	18 000.00	Community &
				Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/05/23	Invasive Plant		Technical Services
		Solutions	14 250.00	
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/05/20	De Swardt Vogel		Corporate Services
		Myambo	22 800.00	
		LWC Video and		Community &
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/05/23	Digital		Social Services
		Productions	2 800.00	
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/05/31	Silverton Radiators		Finance & Admin
		CC	10 545.00	
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/05/31	Cape Coastal		Technical Services
		Engineering	20 822.00	
		Compaction &		
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/05/31	Industria		Technical Services
		Equipment CC	55 489.92	
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/05/12	Transcash	797.00	Finance & Admin
				Planning &
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/05/12	Dis Chem	11 994.00	Development
				Planning &
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/05/12	Ninive Trading cc	9 982.00	Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/05/25	City Square	67 089.00	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (i) emergency & (v) impractical or impossible	2011/05/25	Protea Hotels		Planning &
			27 150.00	Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/05/04	AA Travel Guides		Planning &
			18 650.00	Development
		RODMILE		
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		MOTORS		Roads
		T/A CP NEL	953.15	
		RODMILE		
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		MOTORS		Roads
		T/A CP NEL	2 541.97	



EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		FULL CIRCLE RADIATORS	3 648.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		KAIROS FOODS& SERVICES CC	900.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ENVANTECH CC T/A NATIONAL AUTO GLASS	3 575.04	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ENVANTECH CC T/A NATIONAL AUTO GLASS	1 816.20	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		SEEBOSRAND	2 000.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		EZE DOORS	785.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		A LATEGAN	1 900.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		METSI CHEM IKAPA	3 135.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ARTHURS WORKSHOP &TOWING	3 000.00	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		RODMILE MOTORS		Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		T/A CP NEL ENVANTECH CC T/A NATIONAL AUTO GLASS	2 374.36	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		KOMMAWEER STOFFEERDERS	3 823.06	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		STANMAR MOTORS	798.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		DK COURIERS	2 717.95	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		FIRE TECH	4 263.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ARTHURS WORKSHOP &TOWING	1 094.51	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		BARNEY'S REPAIRS	1 085.00	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (i) emergency		SMAL ELEKTRIES	1 949.00	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		PORTERS AUTO	4 995.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		BABCOCK	749.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		PENNYWORTH T/A HINO GEORGE	3 174.07	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		REINDRS POTTERY SUPPLIES	2 679.11	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		SIGN PRO	2 020.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		DIS-CHEM GARDEN	2 565.00	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ROUTE MALL MEYER'S DELTA CAPE	1 704.40	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		TRUCK&TRAILOR BABCOCK EQUIPMENT	682.30	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		STANMAR MOTORS	7 602.38	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		FANIES MOTOR TRIMMERS NATIONAL AUTOGLASS	635.26	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		GEORGE HALFWAY TOYOTA	836.53	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		HDL TAXI	1 659.37	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		JOHAN ARNOLDUS	1 204.66	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		E-TIME	1 600.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		FIRE RAIDERS CAPE GEORGE	4 000.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		LAWNMOVERS & CHAINSAWS GEORGE	6 103.49	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		LAWNMOVERS & CHAINSAWS INCREIBLE CONNECTION	2 148.91	Public Safety
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		R & S COMMUNICATION S	1 550.77	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		KRIESS	9 999.80	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		BABCOCK	513.00	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ELB	2 052.00	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		SEEBOSRAND	785.90	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		FRAMA	613.82	Community & Social Services
			3 933.00	Corporate Services
			969.00	

53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
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# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Municipal SCM regulations, section 36 (1) (a) (i) emergency	L&F ELECTRICAL	1 835.40	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (i) emergency	L&F ELECTRICAL	3 225.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SMAL ELEKTRIES	3 950.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	GLASFIT	567.72	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SHORT'S NISSAN	1 153.83	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	IMVUSA	24 000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	PIXIES	2 295.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	MEGA PLASTICS	570.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	BAY BREEZE	11 120.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	HENNA'S CATERING	3 600.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	LEXIS NEXIS	15 450.95	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	EDEN FM	18 000.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	NASHUA GEORGE	1 285.07	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	DIS-KEM	11 994.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	MARGOT SWISS	889.64	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	CASSANDRA'S	700.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	IGNITE ADVISORY SERVICES	3 192.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	BABCOCK	8 486.41	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	AQUA BLANC	960.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLOPPERS	3 766.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SMAL ELEKTRIES	1 160.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	MEYER SERVICES	27 000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SMAL ELEKTRIES	2 900.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	MARGOT SWISS	517.50	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	SHELVING & TROLLEYS	1 706.80	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	TUINROETE AGRI	7 629.35	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLOPPERS	3 499.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	E VAN ROOYEN	3 301.35	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	BABCOCK	8 848.91	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	WALTONS	1 628.76	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	PATHCARE	4 022.20	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	RIVERSDAL NISSAN	9 172.16	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO INTERNATIONAL	4 200.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	BIO-INSECTARIES	1 404.94	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SILVERTON	1 140.00	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	DF SKADE	6 000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	THE BADGE COMPANY	22 572.00	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	INTRATEC	3 010.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	PRINTEGRATION	649.80	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	JC DIESEL	839.78	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO TOYOTA	530.91	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO TOYOTA	713.16	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO TOYOTA	582.44	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO TOYOTA	1 912.53	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	BARLOWS	3 532.45	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SPECIALIZED AIR BRAKES	2 268.60	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	MAN TRUCK & BAS	4 929.88	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	INTRAL SAFETY PRODUCTS	581.82	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/06/02 Meyer Services	19 000.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider & (v) impractical or impossible	2011/06/02 Ganzekraal Farm	7 600.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/06/06 Key and Lock	1 290.00	Corporate Services

### 53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	2011/06/06	Reinders Pottery	30 780.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/07	DBSA	320 961.96	Corporate Services

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/10	RAMCOM	40 019.48	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/10	Komatsu	65 597.95	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/10	ISM	1 625.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/14	Continuos Professional Development	54 720.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/15	ELB Equipment	23 895.64	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/15	Bell Equipment	34 130.10	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/15	University of Stellenbosch	100 900.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/27	University Glass Fit Oudtshoorn	13 450.86	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/27	Juta Stats	13 354.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (i) emergency	2011/06/29	EL Logistics	1 265.05	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	2011/06/30	Transcash	2 437.00	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		BABCOCK EQUIPMENT	760.66	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		BABCOCK EQUIPMENT	2 183.64	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		IGNITE ADVISORY SERVICES	9 238.56	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		IGNITE ADVISORY SERVICES	7 524.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		IGNITE ADVISORY SERVICES	7 524.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		E VAN ROOYEN	594.50	Public Safety
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		KLOPPERS	1 258.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		KLOPPERS	1 670.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		T & M PLUMBING	2 136.56	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		SOUTHERN AMBITION	3 100.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (i) emergency		SMAL ELEKTRIES	800.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		IMPI WIRE	2 248.40	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		PIENAAR BROS	1 333.80	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		LEXIS NEXIS	1 813.74	Executive & Council
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		AFROX	524.40	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		INCREDIBLE CONNECTION	1 999.60	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		AUTOLEK	729.60	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		SPECIALIZED AIR BRAKES		Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		& CLUTCH	4 275.00	
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		TUINROETE AGRI	3 425.00	Public Safety
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		RAUBENHEIMER		Executive & Council
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		PROKUREURS	1 385.69	Council
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		AUTOLEK	746.70	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		MOTOR ELECTRO DIESEL	2 298.60	Finance & Admin
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		PRO AUTO RUBBER	623.81	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		GEORGE DIESEL	8 969.82	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		NATIONAL AUTO GLASS - GEORGE	660.00	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		NOSA	4 000.00	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		BRENT ON FIRE	2 356.20	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		EISH		Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		EXPRESSIONS BROCHURE	641.64	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		DISPLAYS	4 258.50	Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		AFROX	1 514.32	Roads
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible		MOTOR ELECTRO DIESEL	706.80	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		VALLEY		Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		CONTAINERS	1 254.00	Social Services
Municipal SCM regulations, section 36 (1) (a) (i) emergency		AUTOLEK	632.70	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		STANMAR	3 217.30	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		BABCOCK	4 558.92	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ELB	3 369.98	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		GEORGE LAWNMOWERS	792.87	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		PRINTEGRATION	649.80	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		KEMPSTON MOTORS	920.50	Technical Services

### 53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		COMPACTION & INDUST EQUIPMENT	1 653.00	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		ELB	3 369.98	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider		J & B AUTO SPARES	2 786.16	Public Safety

# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

Municipal SCM regulations, section 36 (1) (a) (ii) single provider	GESTETNER	1 459.41	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	NASHUA	3 225.06	Corporate Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	ANSTRO	2 609.63	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	NASHUA	3 435.00	Technical Services
Municipal SCM regulations, section 36 (1) (a) (i) emergency	GLASSFIT OUDTS	13 450.86	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	PENNY PINCHERS	1 649.70	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	DIESEL ELECTRIC	1 170.82	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	AUTOLEK	2 895.60	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	AUTOZONE	3 097.04	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	STRING COMM	18 240.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	PINELODGE	3 249.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KEEP THE DREAM	20 000.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	AA TRAVEL GUIDES	11 001.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	BELL EQUIPMENT	7 664.00	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	M/BAAI HELIKOPTERS	14 295.60	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	M/BAAI HELIKOPTERS	14 295.60	Public Safety
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KEMPSTON MOTORS	875.65	Technical Services
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	HALFWAY TOYOTA	1 639.25	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	FLUID AIR	808.57	Technical Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	PACALTSODORP FUNERAL SERVICES	1 083.00	Community & Social Services
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	SMAL ELEKTIES	1 055.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	LE ROUX ENGINEERING	2 480.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	VOLTEX	1 251.72	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	PSP	7 717.22	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	SMAL ELEKTIES	1 500.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SACCTN	2 220.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SACCTN	1 800.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	SACCTN	2 220.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (v) impractical or impossible	SEBEZO CONSTRUCTION	6 750.00	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO	1 357.20	Planning & Development
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KOOPERASIE ELB	3 873.36	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	GODEN DIVIDEND ta TATA	1 710.00	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO TOYOTA	1 015.39	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	BARLOWS	1 375.46	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	KLEIN KAROO TOYOTA	543.75	Roads
Municipal SCM regulations, section 36 (1) (a) (ii) single provider	GALLIE SWEIS	2 508.00	Roads
Municipal SCM regulations, section 13 (a) & (b)	Ramsey Son & Parker	35 682.00	Strategic
Municipal SCM regulations, section 18 (a)	Harvey Travel World	35 000.00	
Municipal SCM regulations, section 18 (a)	Abaphumeleli Trading 588 CC	62 550.00	Community
Municipal SCM regulations, section 18 (a)	Ceramco (Pty) Ltd	65 003.92	Community
Municipal SCM regulations, section 18 (a)	Uhuru Communications (Pty) Ltd	38 853.74	Strategic
Municipal SCM regulations, section 18 (a)	Deloitte Consulting (Pty) Ltd	46 122.12	Corporate Services
Municipal SCM regulations, section 18 (a)	Gateway Country Lodge	72 031.00	
Municipal SCM regulations, section 18 (a)	SANEC	70 000.00	Strategic
Municipal SCM regulations, section 33(1)(a)	Tosaco Commercial Services	2 604 153.28	Technical
Municipal SCM regulations, section 13(b)	Spring Forest Trading	20 654.00	Strategic
Municipal SCM regulations, section 13(b)	Nozuka Construction Company	37 338.00	Strategic
Municipal SCM regulations, section 13(b)	Indlovu	34 216.00	Strategic

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

53 Details of Non-Compliance with Chapter 11 of the Municipal Finance Management Act as reported in Note 42.7 (Continued)

Reason for Deviation	Date Approved by MM	Supplier Name	Amount	Department
Municipal SCM regulations, section 16(c) and 36(2)		CCM Transport	3 000.00	Community
Municipal SCM regulations, section 16(c) and 36(2)		Johnsons Plumbing and projects	5 800.00	Technical
Municipal SCM regulations, section 16(c) and 36(2)		DK Koeriers	8 526.00	Corporate
Municipal SCM regulations, section 16(c) and 36(2)		John Gray & Son	8 977.50	Finance
Municipal SCM regulations, section 16(c) and 36(2)		City Centre Hotel Cape Town	2 810.00	
Municipal SCM regulations, section 16(c) and 36(2)		Crystal Towers	2 421.00	
Municipal SCM regulations, section 16(c) and 36(2)		Baraka IT Solutions	12 493.42	Strategic
Municipal SCM regulations, section 16(c) and 36(2)		Ocean Rock Media	23 392.00	Strategic
Municipal SCM regulations, section 16(c) and 36(2)		Ayanda Mbanga Communications	13 287.84	Community
Municipal SCM regulations, section 16(c) and 36(2)		Optron Geomatics	46 620.77	Strategic
Municipal SCM regulations, section 16(c) and 36(2)		Stan's Electrical	45 325.84	Community
Municipal SCM regulations, section 16(c) and 36(2)		MeyerOtto	86 440.50	Finance
Municipal SCM regulations, section 16(c) and 36(2)		Konsultasie		
Municipal SCM regulations, section 16(c) and 36(2)		ARMS	198 440.00	Executive & Council
Municipal SCM regulations, section 13(c)		D Petersen	25 500.00	
Municipal SCM regulations, section 13(c)		Cape Town Lodge Hotel	13 850.00	
Municipal SCM regulations, section 13(c)		Ecoserv (Pty) Ltd	24 500.00	Community
Municipal SCM regulations, section 13(c)		Fynbos Guest House	14 400.00	Technical
Municipal SCM regulations, section 13(c)		Mattress Man	16 200.00	Executive & Council
Municipal SCM regulations, section 13(c)		Clok Developments	15 500.00	Community
Municipal SCM regulations, section 13(c)		Amandlagcf	709 486.40	Community
Municipal SCM regulations, section 13(c)		Construction CC		
Municipal SCM regulations, section 13(c)		Aon Risk Services	1 311 229.69	Finance
Municipal SCM regulations, section 13(c)		Eden Connect	195 642.00	
Municipal SCM regulations, section 13(c)		Lefatshe Technologies	2 516 197.53	Strategic
Municipal SCM regulations, section 116		Aniya Projects	250 000.00	Strategic
Municipal SCM regulations, section 116		Aurecon	3 402 841.12	Community
Municipal SCM regulations, section 116		Aurecon South Africa	2 588 989.54	Community
Municipal SCM regulations, section 116		Bay Breeze	1 324 720.00	Strategic
Municipal SCM regulations, section 116		Capri Tours & Helicopters	222 129.00	Executive & Council
Municipal SCM regulations, section 116		De Swart Vogel Myambo	349 958.52	Executive & Council
Municipal SCM regulations, section 116		Betaalmeester N Oktober	254 393.25	Finance
Municipal SCM regulations, section 116		ENS Forensics	1 297 574.17	Finance
Municipal SCM regulations, section 116		Ezechiel Beddy & Associate	310 000.00	Executive & Council
Municipal SCM regulations, section 116		GCF Konstruksie George	260 721.62	
Municipal SCM regulations, section 116		Lawnmowers	296 807.99	Technical
Municipal SCM regulations, section 116		Group Editors	543 183.25	
Municipal SCM regulations, section 116		Harvey World Tavel	618 153.15	
Municipal SCM regulations, section 116		HAS Trading	1 160 542.31	Community
Municipal SCM regulations, section 116		Imvusa Trading Information Systems	200 933.27	Community
Municipal SCM regulations, section 116		management	989 618.17	Strategic
Municipal SCM regulations, section 116		Ingrid Diesel Consulting	273 245.00	Strategic
Municipal SCM regulations, section 116		June Design & Marketing Consultants	50 377.06	Strategic
Municipal SCM regulations, section 116		Key Health	511 500.00	
Municipal SCM regulations, section 116		Klein Karoo Ko-op	313 067.29	Finance
Municipal SCM regulations, section 116		KP construction	950 332.01	Community
Municipal SCM regulations, section 116		LA Health	940 039.00	
Municipal SCM regulations, section 116		Liesel Scholtz	1 202 336.51	Executive & Council
Municipal SCM regulations, section 116		LRJ Contractors	530 221.17	Technical
Municipal SCM regulations, section 116		Mabungwe Siviele Kontrakteurs	1 505 946.53	Community
Municipal SCM regulations, section 116		Media 24	299 174.21	
Municipal SCM regulations, section 116		NHLS	231 370.24	Community
Municipal SCM regulations, section 116		Ninive Trading	256 392.24	Community
Municipal SCM regulations, section 116		PD Naidoo	215 633.42	Community
Municipal SCM regulations, section 116		Phambili civils	829 984.11	Community
Municipal SCM regulations, section 116		Piston Power Chemicals	480 503.21	Technical
Municipal SCM regulations, section 116		Provicom Risk Solutions	984 652.45	Corporate
Municipal SCM regulations, section 116		PWC Combined Systems	307 351.86	Finance
Municipal SCM regulations, section 116		Robcon	7 350 872.00	Executive & Council
Municipal SCM regulations, section 116		Rocktech earthmoving wearparts	425 628.63	Technical
Municipal SCM regulations, section 116		Simoral Hotel	532 966.50	
Municipal SCM regulations, section 116		SJW Civils	1 248 722.44	Executive & Council
Municipal SCM regulations, section 116		Southern Cape Tyres	348 490.10	Technical
Municipal SCM regulations, section 116		SSI Engineers	710 413.05	Community
Municipal SCM regulations, section 116		Sun Earthworks	254 706.40	Technical
Municipal SCM regulations, section 116		Tembelani	1 355 383.64	Strategic
Municipal SCM regulations, section 116		Total South Africa	4 008 275.39	Technical
Municipal SCM regulations, section 116		Travel Chain George	263 459.00	
Municipal SCM regulations, section 116		Tyres & Treads	887 566.07	Technical
Municipal SCM regulations, section 116		Vela VKE	2 305 388.14	Community
Municipal SCM regulations, section 116		Waltons Stationery	764 475.17	
Municipal SCM regulations, section 116		Witch & Wizard	249 228.14	Strategic
Municipal SCM regulations, section 116		XEPA Consulting	478 762.14	Executive & Council
Municipal SCM regulations, section 116		Water Skills	1 158 002.60	Executive & Council

EDEN DISTRICT MUNICIPALITY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

12 PROPERTY PLANT & EQUIPMENT

30 JUNE 2011

Reconciliation of Carrying Value

	Cost								Accumulated Depreciation and Impairment Losses						
	Opening Balance (excl Capital under Construction) R	Opening Balance Capital under Construction	Opening Balance (incl Capital under Construction)	Capital under construction (Additions) R	Additions R	Disposals R	Released Projects	Transfer to Held for Sale R	Closing Balance R	Opening balance R	Additions R	Disposals R	Transfer to Held for Sale R	Closing Balance R	Carrying Value R
<b>Infrastructure</b>	58 325 975	34 554 025	92 880 000	3 017 990	39 401 705	-	23 827 618	99 593 711	11 878 366	8 804 498	3 724 287	-	8 492 219	4 036 567	7 841 799
Drains	-	12 160 069	12 160 069	-	21 016 989	-	12 160 069	21 016 989	-	-	1 851	-	1 851	-	-
Roads and Streets	19 589 127	7 196 969	26 786 096	-	7 278 735	-	7 196 969	22 047 124	4 820 738	3 638 721	1 806 594	-	3 635 373	1 809 942	3 010 797
Beach Improvements	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sewerage Mains and Purification	7 774 302	3 291 776	11 066 078	437 597	-	-	-	10 666 064	837 611	709 479	397 098	-	893 213	213 364	624 247
Electricity mains	2 603 332	-	2 603 332	2 455 919	-	-	-	2 510 883	2 548 368	252 899	109 918	-	310 647	52 170	2 496 197
Electricity Peak Load equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water Mains & Purification	14 043 612	7 805 712	21 849 324	14 000	9 354 539	-	4 316 933	26 611 971	288 959	1 354 011	703 048	-	2 011 739	45 320	243 639
Water Reservoirs	9 334 612	-	9 334 612	-	-	-	-	9 314 612	20 000	933 044	466 522	-	1 396 236	3 331	16 669
Water Meters	5 940	-	5 940	-	-	-	-	-	5 940	1 817	396	-	-	2 213	3 727
Water Mains	3 356 750	3 308 951	6 665 701	-	1 751 441	-	153 647	4 906 745	3 356 750	1 752 323	158 000	-	96	1 910 227	1 446 523
Landfill Sites	1 618 301	790 548	2 408 849	110 475	-	-	-	2 519 323	-	162 204	80 860	-	243 064	-	-
<b>Community Assets</b>	3 773 733	-	3 773 733	-	88 788	-	-	6 633	3 855 887	360 547	166 868	-	609	526 805	3 329 082
Parks and Gardens	65 117	-	65 117	-	-	-	-	-	65 117	4 320	2 619	-	-	6 939	58 179
Libraries	547 622	-	547 622	-	-	-	-	6 633	540 989	30 974	18 241	-	609	48 606	492 383
Recreation Grounds	478 641	-	478 641	-	-	-	-	-	478 641	23 545	15 937	-	-	39 482	439 159
Civic Buildings	2 682 352	-	2 682 352	-	88 788	-	-	-	2 771 141	301 708	130 071	-	-	431 779	2 339 361
<b>Heritage Assets</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Historical Buildings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Art Galleries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Land and Buildings</b>	161 898 033	-	161 898 033	-	546 505	-	-	-	162 444 538	6 513 310	1 943 437	-	-	8 456 747	153 987 791
Land	104 164 327	-	104 164 327	-	-	-	-	-	104 164 327	-	-	-	-	-	104 164 327
Buildings	57 733 706	-	57 733 706	-	546 505	-	-	-	58 280 211	6 513 310	1 943 437	-	-	8 456 747	49 823 464
<b>Other Assets</b>	34 735 260	-	34 735 260	-	882 889	525 836	-	3 435 660	31 656 653	16 964 515	4 834 271	425 996	1 969 838	19 402 952	12 253 701
Office Equipment	6 036 128	-	6 036 128	-	78 320	112 605	-	404 651	5 597 192	4 347 702	752 710	95 981	354 741	4 649 690	947 502
Furniture and Fittings	4 399 305	-	4 399 305	-	88 596	5 242	-	279 289	4 203 370	1 668 252	620 003	2 609	138 274	2 147 372	2 055 997
Bins and Containers	191 470	-	191 470	-	-	-	-	-	191 470	20 707	6 378	-	-	27 084	164 386
Emergency equipment	3 098 666	-	3 098 666	-	-	-	-	851	3 097 815	1 270 951	584 735	-	523	1 855 164	1 242 651
Motor Vehicles	9 125 883	-	9 125 883	-	140 171	108 582	-	2 041 516	7 115 955	3 332 843	922 967	72 395	1 066 253	3 117 162	3 998 793
Fire Engines	896 630	-	896 630	-	9 156	-	-	-	905 786	392 737	86 870	-	-	479 607	426 179
Refuse Tankers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	6 339 925	-	6 339 925	-	566 648	299 408	-	230 525	6 376 641	4 528 580	979 548	255 011	205 891	5 047 226	1 329 414
Councillars Regalia	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Concervancy Tankers	478 828	-	478 828	-	-	-	-	478 828	-	156 324	47 832	-	204 156	-	-
Disaster Management Equipment	4 168 425	-	4 168 425	-	-	-	-	-	4 168 425	1 246 418	833 228	-	-	2 079 647	2 088 778
<b>Housing Rental Stock</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Scheme 1	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Scheme 2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Leased Assets ( Infra. )</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Leased Assets ( Infra. )	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	258 733 001	34 554 025	293 287 026	3 017 990	40 919 886	525 836	23 827 618	103 036 004	209 835 445	32 642 870	10 668 862	425 996	10 462 665	32 423 071	177 412 374

**EDEN DISTRICT MUNICIPALITY**
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011**
**12 PROPERTY PLANT & EQUIPMENT (CONTINUED)**
**30 JUNE 2010**
**Reconciliation of Carrying Value**

	Cost						Accumulated Depreciation and Impairment Losses							
	Opening Balance (excl Capital under Construction)	Opening Balance Capital under Construction	Opening Balance (incl Capital under Construction)	Capital under construction (Additions)	Additions	Disposals		Closing Balance	Opening balance	Additions	Disposals		Closing Balance	Carrying Value
	R		R	R	R			R	R	R	R		R	R
Infrastructure	57 775 467	8 771 992	66 547 459	25 782 032	550 508	-	-	92 880 001	5 112 404	3 692 094	-	-	8 804 498	84 075 503
Drains	-	-	-	9 326 343.17	-	-	-	9 326 343.17	-	-	-	-	-	9 326 343
Balance previously reported	-	-	-	7 725 796.00	-	-	-	7 725 796.00	-	-	-	-	-	7 725 796
Correction of error.Refer note 37.1	-	-	-	1 600 547.17	-	-	-	1 600 547.17	-	-	-	-	-	1 600 547
Roads and Streets	19 543 864	4 068 536	23 612 400	5 962 159	45 263	-	-	29 619 822.11	1 838 530	1 800 191	-	-	3 638 721	25 981 101
Balance previously reported	23 695 166	-	23 695 166	5 962 159	45 263	-	-	29 702 588.10	1 173 817	1 515 885	-	-	2 689 702	27 012 886
Transfers	-4 068 536	4 068 536	-	-	-	-	-	-	-	-	-	-	-	-
Correction of error.Refer note 37.1	-82 766	-	-82 766	-	-	-	-	-82 765.99	664 713	284 305	-	-	949 018	-1 031 784
Beach Improvements	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sewerage Mains and Purification	7 288 271	-	7 288 271	7 762 356	486 031	-	-	15 536 657.67	334 255	375 224	-	-	709 479	14 827 178
Balance previously reported	7 288 270.99	-	7 288 271	2 782 104.00	5 089 259.00	-	-	15 159 633.99	334 395.01	408 725	-	-	743 120	14 416 514
Transfers	-	-	-	4 603 228.45	-4 603 228.45	-	-	-	-	-	-	-	-	-
Correction of error.Refer note 37.1	-	-	-	377 023.68	-	-	-	377 023.68	-140.21	-33 500.59	-	-	-33 641	410 664
Electricity mains	2 603 332	-	2 603 332	-	-	-	-	2 603 332.04	142 981	109 918	-	-	252 899	2 350 433
Balance previously reported	2 600 854.28	-	2 600 854	-	-	-	-	2 600 854.28	142 572.08	101 721	-	-	244 293	2 356 561
Correction of error.Refer note 37.1	2 477.76	-	2 478	-	-	-	-	2 477.76	408.96	8 197.39	-	-	8 606	-6 129
Electricity Peak Load equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Water Mains & Purification	14 043 612	3 488 779	17 532 391	-	-	-	-	17 532 391.16	652 319	701 692	-	-	1 354 011	16 178 381
Balance previously reported	17 910 771.89	-	17 910 772	-	-	-	-	17 910 771.89	652 326.41	845 988	-	-	1 498 315	16 412 457
Transfers	-3 488 779.02	3 488 779.02	-	-	-	-	-	-	-	-	-	-	-	-
Correction of error.Refer note 37.1	-378 380.73	-	-378 381	-	-	-	-	-378 380.73	-7.79	-144 296.45	-	-	-144 304	-234 076
Water Reservoirs	9 334 612	-	9 334 612	-	-	-	-	9 334 612.32	466 522	466 522	-	-	933 044	8 401 568
Balance previously reported	9 334 612	-	9 334 612	-	-	-	-	9 334 612.32	643 021	642 457	-	-	1 285 478	8 049 135
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-176 498	-175 935	-	-	-352 434	352 434
Water Meters	5 940	-	5 940	-	-	-	-	5 940.00	1 421	396	-	-	1 817	4 123
Balance previously reported	5 940	-	5 940	-	-	-	-	5 940.00	1 419	386	-	-	1 805	4 135
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	2	10	-	-	12	-12
Water Mains	3 337 535	424 130	3 761 665	2 731 174	19 215	-	-	6 512 053.80	1 595 033	157 290	-	-	1 752 323	4 759 731
Balance previously reported	3 266 498	424 130	3 690 628	2 731 174	19 215.00	-	-	6 441 016.60	1 588 326	154 085	-	-	1 742 411	4 698 606
Correction of error.Refer note 37.1	71 037	-	71 037	-	-	-	-	71 037.20	6 707	3 205	-	-	9 912	61 125
Landfill Sites	1 618 301	790 548	2 408 849	-	-	-	-	2 408 848.70	81 344	80 860	-	-	162 204	2 246 645
Balance previously reported	1 618 301	790 548.00	2 408 849	-	-	-	-	2 408 848.70	81 346	80 830	-	-	162 176	2 246 672
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-1.84	29	-	-	28	-28
Community Assets	3 643 044	-	3 643 044	-	130 688	-	-	3 773 732	238 334	122 213	-	-	360 547	3 413 185
Parks and Gardens	49 390	-	49 390	-	15 727	-	-	65 117.00	2 263	2 057	-	-	4 320	60 797
Balance previously reported	49 390	-	49 390	-	15 727	-	-	65 117.00	3 054	2 682	-	-	5 736	59 381
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-791.11	-625	-	-	-1 416	1 416
Libraries	547 622	-	547 622	-	-	-	-	547 621.70	12 733	18 241	-	-	30 974	516 648
Balance previously reported	546 750	-	546 750	-	-	-	-	546 750.00	15 703	18 572	-	-	34 275	512 475
Correction of error.Refer note 37.1	872	-	872	-	-	-	-	871.70	-2 969.63	-331	-	-	-3 301	4 173
Recreation Grounds	478 641	-	478 641	-	-	-	-	478 641.00	7 608	15 937	-	-	23 545	455 096
Balance previously reported	478 641	-	478 641	-	-	-	-	478 641.00	17 980	26 825	-	-	44 805	433 836
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-10 371.73	-10 888	-	-	-21 260	21 260
Civic Buildings	2 567 391	-	2 567 391	-	114 961	-	-	2 682 352.00	215 730	85 978	-	-	301 708	2 380 644
Balance previously reported	2 567 391	-	2 567 391	-	114 961	-	-	2 682 352.00	222 982	87 819	-	-	310 801	2 371 551
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-7 252.12	-1 841	-	-	-9 093	9 093



# EDEN DISTRICT MUNICIPALITY

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2011

### 12 PROPERTY PLANT & EQUIPMENT (CONTINUED)

Heritage Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	
Historical Buildings	-	-	-	-	-	-	-	-	-	-	-	-	-	
Art Galleries	-	-	-	-	-	-	-	-	-	-	-	-	-	
Land and Buildings	160 524 449	-	160 524 449	-	1 400 584	27 000	-	161 898 033	4 623 565	1 889 745	-	-	6 513 310	155 384 723
Land	104 191 327	-	104 191 327	-	-	27 000	-	104 164 327.00	-	-	-	-	-	104 164 327
Balance previously reported	99 824 860	-	99 824 860	-	-	27 000	-	99 797 860.00	-	50 000	-	-	50 000	99 747 860
Correction of error.Refer note 37.1	4 366 467	-	4 366 467	-	-	-	-	4 366 467.00	-	-50 000	-	-	-50 000	4 416 467
Buildings	56 333 122	-	56 333 122	-	1 400 584	-	-	57 733 706.16	4 623 565	1 889 745	-	-	6 513 310	51 220 396
Balance previously reported	54 492 505.00	-	54 492 505	-	1 400 584.00	-	-	55 893 089.00	4 614 082.00	2 012 646	-	-	6 626 728	49 266 361
Correction of error.Refer note 37.1	1 840 617.16	-	1 840 617	-	-	-	-	1 840 617.16	9 483.30	-122 901	-	-	-113 418	1 954 035
Other Assets	32 258 759	-	32 258 759	-	2 509 093	32 592	-	34 735 260	11 505 228	5 486 502	27 215	-	16 964 515	17 770 745
Office Equipment	5 549 737	-	5 549 737	-	497 428	8 139	-	6 039 025.98	3 363 578	990 891	6 767	-	4 347 702	1 691 324
Balance previously reported	5 047 331	-	5 047 331	-	497 428	8 139	-	5 536 620.00	3 054 073	682 521	6 767	-	3 729 827	1 806 793
Correction of error.Refer note 37.1	502 406	-	502 406	-	-	-	-	502 405.98	309 505.22	308 370	-	-	617 876	-115 470
Furniture and Fittings	3 962 443	-	3 962 443	-	436 178	700	-	4 397 921.07	1 107 355	560 960	63	-	1 668 252	2 729 669
Balance previously reported	1 311 680	-	1 311 680	-	436 178	700	-	1 747 158.15	521 624	250 610	63	-	772 171	974 987
Correction of error.Refer note 37.1	2 650 763	-	2 650 763	-	-	-	-	2 650 762.92	585 731.41	310 350	-	-	896 081	1 754 682
Bins and Containers	191 470	-	191 470	-	-	-	-	191 470.00	14 329	6 378	-	-	20 707	170 763
Balance previously reported	191 470	-	191 470	-	-	-	-	191 470.00	14 867	7 565	-	-	22 432	169 038
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-537.83	-1 187	-	-	-1 725	1 725
Emergency equipment	3 086 906	-	3 086 906	-	11 760	-	-	3 098 665.93	686 369	584 582	-	-	1 270 951	1 827 715
Balance previously reported	3 028 490	-	3 028 490	-	11 760	-	-	3 040 250.00	670 731	380 523	-	-	1 051 254	1 988 996
Correction of error.Refer note 37.1	58 416	-	58 416	-	-	-	-	58 415.93	15 637.78	204 059	-	-	219 697	-161 281
Motor Vehicles	8 058 040	-	8 058 040	-	1 064 705	-	-	9 122 745.45	2 447 775	885 068	-	-	3 332 843	5 789 902
Balance previously reported	7 304 991	-	7 304 991	-	1 064 705	-	-	8 369 696.00	3 106 530	1 049 870	-	-	4 156 400	4 213 296
Correction of error.Refer note 37.1	753 049	-	753 049	-	-	-	-	753 049.45	-658 754.84	-164 802	-	-	-823 557	1 576 606
Fire Engines	875 170	-	875 170	-	21 460	-	-	896 630.40	305 621	87 116	-	-	392 737	503 893
Balance previously reported	861 158	-	861 158	-	21 460	-	-	882 618.00	359 461	142 903	-	-	502 364	380 254
Correction of error.Refer note 37.1	14 012	-	14 012	-	-	-	-	14 012.40	-53 839.97	-55 787	-	-	-109 627	123 639
Refuse Tankers	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Computer Equipment	5 887 739	-	5 887 739	-	477 562	23 753	-	6 341 548.34	3 058 519	1 490 446	20 385	-	4 528 580	1 812 968
Balance previously reported	5 069 977	-	5 069 977	-	477 562	23 753	-	5 523 786.00	2 545 692	894 115	20 385	-	3 419 422	2 104 364
Correction of error.Refer note 37.1	817 762	-	817 762	-	-	-	-	817 762.34	512 826.55	596 331	-	-	1 109 158	-291 395
Councillars Regalia	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Concervancy Tankers	478 828	-	478 828	-	-	-	-	478 828.00	108 491	47 832	-	-	156 324	322 504
Balance previously reported	478 828	-	478 828	-	-	-	-	478 828.00	108 542	47 158	-	-	155 700	323 128
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-50.73	674	-	-	624	-624
Disaster Management Equipment	4 168 425	-	4 168 425	-	-	-	-	4 168 425.00	413 190	833 228	-	-	1 246 418	2 922 007
Balance previously reported	4 168 425	-	4 168 425	-	-	-	-	4 168 425.00	694 737	1 388 714	-	-	2 083 451	2 084 974
Correction of error.Refer note 37.1	-	-	-	-	-	-	-	-	-281 547.01	-555 486	-	-	-837 033	837 033
Housing Rental Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Scheme 1	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Scheme 2	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Leased Assets ( Infra. )	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Leased Assets ( Infra. )	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated Balance	254 201 719	8 771 992	262 973 711	25 782 032	4 590 873	59 592	-	293 287 026	21 479 532	11 190 553	27 215	-	32 642 870	260 644 156

The leased property, plant and equipment is secured as set out in Note 3.

The Municipality identified other properties, plant and equipment, with opening balances and adjustments during the year.

Refer to Appendix B for more detail on property, plant and equipment, including those in the course of construction.

Exemptions taken for leases according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities - Note 50

The Municipality has taken advantage of the transitional provisions set out in Directive 4. The Municipality is in the process of identifying and itemizing all infrastructure and community assets and other property, plant and equipment and will recalculate accumulated depreciation once this exercise has been completed by 30 June 2011.

At present depreciation on these assets is calculated on an averaging basis whereby an average useful life has been estimated for each category of infrastructure and community assets and other property plant and equipment using global or other historical costs recorded in the accounting records.

- Review of useful life of item of PPE recognised in the annual financial statements. [Paragraphs 59-61 and 77]
- Review of the depreciation method applied to PPE recognised in the annual financial statements. [Paragraphs 62 and 77]
- Impairment of non-cash generating assets. [Paragraphs 64-69 and 75(e)(v) – (vi)]



- Impairment of cash generating assets. [Paragraphs 63 and 75(e)(v) – (vi)]

**EDEN DISTRICT MUNICIPALITY  
ANNEXURE A  
SCHEDULE OF EXTERNAL LOANS  
FOR THE YEAR ENDED 30 JUNE 2011**

<b>EXTERNAL LOANS</b>	<b>Loan No.</b>	<b>Redeemable</b>	<b>Balance 30/06/2010 R</b>	<b>Received during the period R</b>	<b>Redeemed or written off R</b>	<b>Balance 30/06/2011 R</b>	<b>Carrying Value of Property, Plant and Equipment R</b>	<b>Other Costs in accordance with the MFMA</b>
<b>LONG-TERM LOANS</b>								
Prosperity Ins.Company @ 18.75%	9	31.12.2006	-	-	-	-	-	-
Standard Bank Nominees @ 16.75%	27	31.12.2008	-	-	-	-	-	-
Standard Bank Nominees @ 16.75%	27	31.12.2008	-	-	-	-	-	-
Total long-term loans			-	-	-	-	-	-
<b>Annuity Loan</b>								
<b>ABSA</b>			-		-	-	-	-
<b><u>Dysseisdorp Loan:</u></b>			-	-	-	-	-	-
(14.5% interest rate, six monthly installments of R 153 143.36 with the final payment on 28/02/2010)								
<b>DBSA LOANS</b>			4 639 740	-	643 916	3 995 824	-	-
<b>Loan: 10130/102</b> (10% interest rate, six monthly installments of R 25 669.04 with the final payment on 01/01/2015)								
<b>Loan: 10132/102</b> (10% interest rate, six monthly installments of R 184 150.24 with the final payment on 01/01/2015)								
<b>Loan: 10129/202</b> (10% interest rate, six monthly installments of R 130 001.34 with the final payment on 01/01/2015)								
<b>Loan: 10131/102</b> (10% interest rate, six monthly installments of R 193 023.80 with the final payment on 01/01/2015)								
			4 639 740	-	643 916	3 995 824	-	-
<b>LEASE LIABILITY</b>								
Office Equipment @ average of 12%			3 190 351	-	2 070 376	1 119 975	2 919 231	
<b>TOTAL EXTERNAL LOANS</b>			7 830 091	-	2 714 293	5 115 799	2 919 231	-

**EDEN DISTRICT MUNICIPALITY**  
**ANNEXURE B: SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT, INVESTMENT PROPERTY & INTANGIBLE ASSETS**  
**FOR THE YEAR ENDED 30 JUNE 2011**

Cost centres	Expenditure										Accumulated Depreciation and Impairment Losses								Nett Value
	Opening balance	Correction of error	Revised Opening Balance	Capital under construction	Total Opening Balance	Additions	Under Construction	Projects Released	Disposals	Transfers Held for Sale	Closing Balance	Opening balance	Correction of Error	Revised Opening Balance	Additions	Disposals	Transfers Held for Sale	Closing Balance	
Planning & Development	1 025 102.00	-165 706.00	859 396.00	-	859 396.00	771.00	-	-	21 144.00	-	839 024.00	618 746.00	-178 796.00	439 950.00	146 029.00	17 928.00	16 143.00	551 908.00	287 116.00
Executive & Council	27 694 472.00	-27 141 271.00	553 201.00	-	553 201.00	76 035.00	14 000.00	-	1 202.00	14 000.00	628 034.00	2 040 983.00	-1 764 941.00	276 042.00	93 870.00	1 202.00	-	368 710.00	259 324.00
Electricity	2 484 986.00	136 268.00	2 621 254.00	-	2 621 254.00	-	2 455 919.00	-	-	2 531 283.00	2 545 890.00	196 677.00	56 869.00	253 546.00	110 814.00	-	2 777 400.00	-2 413 040.00	4 958 930.00
Water	31 555 828.00	-8 857 729.00	22 698 099.00	2 731 174.00	25 429 273.00	6 621 211.00	-	-	-	27 963 388.00	4 087 097.00	4 195 987.00	-512 639.00	3 683 348.00	1 169 710.00	-	-	4 853 058.00	-765 961.00
Waste Water Management	5 656 383.00	5 801 365.00	11 457 748.00	5 893 400.00	17 351 148.00	4 500 382.00	-	4 470 580.00	-	16 542 594.00	838 356.00	1 008 479.00	69 130.00	1 077 609.00	581 768.00	-	1 445 865.00	213 512.00	624 844.00
Finance & Admin	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Corporate Services	-	172 923 261.00	172 923 261.00	-	172 923 261.00	718 781.00	10 675.00	-	303 246.00	3 056 311.00	170 293 159.00	-	11 527 011.21	11 527 011.21	3 256 426.60	251 576.00	1 642 973.00	12 888 888.81	157 404 270.19
Community & Social Services	1 362 402.00	-259 780.00	1 102 622.00	-	1 102 622.00	6 079.00	-	-	2 053.00	171 488.00	935 161.00	206 527.00	72 662.00	279 189.00	85 197.00	2 053.00	93 948.00	268 385.00	666 776.00
Housing	-	-	-	1 868 956.00	1 868 956.00	-	437 597.00	-	-	2 306 553.00	-	-	-	-	-	-	-	-	-
Waste Management	10 308 750.00	-8 661 613.00	1 647 137.00	790 548.00	2 437 685.00	-	99 800.00	-	-	2 508 649.00	28 837.00	1 693 665.00	-1 513 232.00	180 433.00	85 789.00	-	243 064.00	23 158.00	5 679.00
Public Safety	19 600 732.00	-11 545 022.00	8 055 710.00	-	8 055 710.00	83 150.00	-	-	358.00	29 649.00	8 108 854.00	6 405 883.00	-2 717 686.00	3 688 197.00	1 066 307.00	187.00	24 544.00	4 729 773.00	3 379 081.00
Health	961 243.00	700 002.00	1 661 245.00	-	1 661 245.00	-	-	-	91 848.00	20 041.00	1 549 356.00	508 074.00	417 514.00	925 588.00	266 772.00	77 519.00	-	1 114 841.00	434 515.00
Sport & Recreation	5 392 619.00	-1 365 692.00	4 026 927.00	3 912 909.00	7 939 836.00	327 358.00	-	-	6 539.00	4 668 071.00	3 592 584.00	1 169 888.00	-204 339.00	965 549.00	353 120.00	5 337.00	75 981.00	1 237 351.00	2 355 233.00
Road Transport	14 882 429.00	4 415 437.00	19 297 866.00	19 357 038.00	38 654 904.00	28 200 918.00	-	19 357 038.00	-	42 956 880.00	4 541 904.00	2 321 894.00	1 175 251.00	3 497 145.00	1 755 737.00	-	3 602 110.00	1 650 772.00	2 891 132.00
Environmental Protection	-	364 188.00	364 188.00	-	364 188.00	-	-	-	-	-	364 188.00	-	223 729.00	223 729.00	46 575.00	-	312 685.00	-42 381.00	406 569.00
Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment Property	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Budget and Treasury	160 042 898.00	-148 578 554.00	11 464 344.00	-	11 464 344.00	385 201.00	-	-	99 447.00	267 099.00	11 483 001.00	10 980 153.00	-4 929 709.00	6 050 444.00	1 804 680.00	70 195.00	227 952.00	7 556 977.00	3 926 024.00
<b>Total</b>	<b>280 967 846.00</b>	<b>-22 234 845.00</b>	<b>258 733 001.00</b>	<b>34 554 025.00</b>	<b>293 287 026.00</b>	<b>40 919 886.00</b>	<b>3 017 990.00</b>	<b>23 827 618.00</b>	<b>525 837.00</b>	<b>103 036 004.00</b>	<b>209 835 445.00</b>	<b>31 346 957.00</b>	<b>1 720 823.21</b>	<b>33 067 781.21</b>	<b>10 822 793.60</b>	<b>425 996.00</b>	<b>10 462 665.00</b>	<b>33 001 912.81</b>	<b>176 833 531.19</b>

**APPENDIX C**  
**DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003**

Description	Balance	Restatement	Receipts		2011 Financial Year Expenditure		Vat Income	Closing Balance 30-Jun-11
	30-Jun-10		Cash	Debtor	Operating	Capital		
Financial Management Grant	-	(174 895)	964 803	-	982 693	-	52 954	(245 739)
Municipal System Improvement Grant	-	-	188 701	-	168 539	-	20 162	-
Libraries Grant - Facilities	109 373	-	104 000	-	127 556	-	-	85 817
Financial Assistance Aerial Fire Fighting	-	-	333 000	-	56 250	-	-	276 750
LG: Bulk Water and Waste Water infrastructure	-	-	300 000	-	237 150	-	-	62 850
Local Government Bulk infrastructure	1 000 000	-	-	-	1 000 000	-	-	-
Integrated Human Settlement Grant	-	(2 516 682)	2 516 682	-	-	-	-	-
Donation Funds National Water	60 000	-	-	-	18 300	-	-	41 700
Socio Economic survey Sanitation Practices	420 000	-	-	-	581 950	-	-	(161 950)
MSIG	242 030	-	-	-	231 501	-	382	10 147
Department Land Affairs: District Assessment Committee	51 353	-	-	-	1 335	-	125	49 893
LGSETA: LED Learnership	35 365	-	-	-	4 710	-	-	30 655
LGSETA: Re-imbursements	98 812	-	264 686	-	90 546	-	-	272 952
Bucketsystem Elimination Schools/Clinic	521 630	-	-	-	363 161	-	12 138	146 331
Global Fund	(107 507)	81 328	-	-	-	-	-	(26 179)
Human Rights Programme	62 075	-	-	-	8 278	-	-	53 797
Umsobomvu Youth Fund	135 635	-	-	-	91 555	-	3 077	41 003
Housing Consumer Education Fund	70 637	-	-	-	35 522	-	2 948	32 167
WC079: Regional Landfill Site	243 681	-	-	-	165 183	-	3 484	75 014
Non-Motorised Transport	967 711	(45 124)	-	-	749 677	-	77 995	94 915
Sports Grounds: Haarlem	22 432	-	-	-	4 254	-	-	18 178
Expanded Public Works Incentives	-	-	69 000	-	-	-	-	69 000
Task Contributions - Municipalities	-	-	306 070	-	150 434	-	-	155 636
Ward Committees	13 124	(13 124)	-	-	-	-	-	(0)
Kannaland	76 637	-	-	-	76 637	-	-	-
Media Eden Regional Poverty Indaba	10 018	(10 018)	-	-	-	-	-	-
Integration Tourism Development Framework	164	(164)	-	-	-	-	-	0
Water and Sewer master plans DMA	792	(792)	-	-	-	-	-	(0)
Economic Development Unit	5 841	(5 841)	-	-	-	-	-	0
Eden Learning Cape Festival	285	(285)	-	-	-	-	-	(0)
DWAF Haarlem Water	6 132	(6 132)	-	-	-	-	-	(0)
Senior Management Development Programme	47 901	(47 901)	-	-	-	-	-	(0)
Social Services: Food security programme	1 114	(1 114)	-	-	-	-	-	0
Coastal Care Marine Week	2 335	(2 335)	-	-	-	-	-	-
<b>CONSOLIDATED MIG PROJECTS - OPERATIONAL</b>	<b>360 000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>273 696</b>	<b>-</b>	<b>-</b>	<b>86 304</b>
<b>TOTALS</b>	<b>4 457 573</b>	<b>(2 743 079)</b>	<b>5 046 942</b>	<b>-</b>	<b>5 418 926</b>	<b>-</b>	<b>173 266</b>	<b>1 169 243</b>
WFW Brandwacht 2010-11	-	-	934 944	-	1 189 057	-	44 231	(298 344)
WFW Great Brak 2010-11	-	-	919 425	-	789 240	-	35 772	94 413
WFW Uniondale 2010-11	-	-	866 577	-	1 600 771	-	54 935	(789 129)
WFW Karatara 2010-11	-	-	913 180	-	1 520 587	-	33 854	(641 260)
WFW Knysna 2010-11	-	-	883 237	-	1 525 608	-	42 004	(684 374)
WFW	1 027 196	-	966 777	-	-	-	-	1 993 973
<b>WORK FOR WATER TOTALS</b>	<b>1 027 196</b>	<b>-</b>	<b>5 484 141</b>	<b>-</b>	<b>6 625 263</b>	<b>-</b>	<b>210 796</b>	<b>(324 721)</b>
<b>TOTALS</b>	<b>5 484 769</b>	<b>(2 743 079)</b>	<b>10 531 083</b>	<b>-</b>	<b>12 044 189</b>	<b>-</b>	<b>384 062</b>	<b>844 522</b>
<b>CAPITAL PROJECTS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>OTHER GRANTS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Financial Management Grant	-	-	35 197	-	-	35 197	-	-
Municipal System Improvement Grant	188 701	-	561 300	-	-	750 000	-	-
<b>TOTALS</b>	<b>188 701</b>	<b>-</b>	<b>596 497</b>	<b>-</b>	<b>-</b>	<b>785 197</b>	<b>-</b>	<b>-</b>
Development of Sport & Recreation	-	-	-	-	-	41 167	5 763	(46 931)
<b>DME GRANTS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Electricity Demand Side Grant	-	-	6 000 000	-	-	2 428 213	81 577	3 490 210
Electricity Demand Side Management	4 000 000	-	-	-	-	-	-	4 000 000
<b>TOTALS</b>	<b>4 000 000</b>	<b>-</b>	<b>6 000 000</b>	<b>-</b>	<b>-</b>	<b>2 428 213</b>	<b>81 577</b>	<b>7 490 210</b>
<b>CONSOLIDATED MIG PROJECTS - CAPITAL</b>	<b>10 452 713</b>	<b>-</b>	<b>5 444 000</b>	<b>-</b>	<b>-</b>	<b>15 461 098</b>	<b>521 920</b>	<b>(86 305)</b>
<b>TOTAL CAPITAL BALANCES</b>	<b>14 641 414</b>	<b>-</b>	<b>12 040 497</b>	<b>-</b>	<b>-</b>	<b>18 715 675</b>	<b>609 260</b>	<b>7 356 975</b>
<b>UNSPENT BALANCES END OF REPORTING PERIOD</b>	<b>20 126 182</b>	<b>(2 743 079)</b>	<b>22 571 579</b>	<b>-</b>	<b>12 044 190</b>	<b>18 715 675</b>	<b>993 322</b>	<b>8 201 497</b>
Consolidated MIG Projects	10 812 713	-	5 444 000	-	1 656 705	14 078 089	521 920	-
Consolidated FMG Projects	-	-	1 000 000	-	982 693	35 197	52 954	(70 843)
Consolidated MSIG Projects	430 731	-	750 000	-	400 040	750 000	20 544	10 147